Pittsfield Charter Township

Washtenaw County, Michigan

COMPREHENSIVE ANNUAL FINANCIAL REPORT

For the Fiscal Year Ended December 31, 2002

PITTSFIELD CHARTER TOWNSHIP
Washtenaw County, Michigan

Officials:

Supervisor	-	James R. Walter
Clerk	-	Christina L. Lirones
Treasurer	-	Robert J. Skrobola
Trustee	-	Kenneth Brostrom
Trustee	-	Marilyn Burhop
Trustee	-	Gregory Conner
Trustee	-	Jeffrey Marine

Population -2000 Census	29,501
Effective Taxable Valuation - 2001 Tax Roll	$1,209,509,548
Township Engineers	Ayres, Lewis, Norris & May
Township Attorney	Bruce Laidlaw
Planning Consultant	Carl Schmult
Auditors	Post, Smythe, Lutz and Ziel LLP

PITTSFIELD CHARTER TOWNSHIP
COMPREHENSIVE ANNUAL FINANCIAL REPORT
DECEMBER 31, 2002

Table of Contents

INTRODUCTORY SECTION

Table of Contents

FINANCIAL SECTION — Exhibit

Independent Auditor's Report 1

General Purpose Financial Statements:

Combined Balance Sheet - All Fund Types, Account Groups, and Discretely Presented Component Units 2-5

Combined Statement of Revenues, Expenditures and Changes in Fund Balance - All Governmental Fund Types and Discretely Presented Component Units 6-7

Combined Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual - General and Special Revenue Funds 8-9

Statement of Revenues, Expenses and Changes in Retained Earnings - All Proprietary Fund Types 10

Statement of Cash Flows - All Proprietary Fund Types 11

Notes to Financial Statements 12-31

Financial Statements of Individual Funds and Account Groups:

General Fund:

Balance Sheet 32

Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual 33-34

Statement of Detailed Revenues - Budget and Actual 35

Statement of Detailed Expenditures - Budget and Actual 36-43

Special Revenue Funds:

Combining Balance Sheet 44

Combining Statement of Revenues, Expenditures and Changes in Fund Balance 45

Financial Statements Of Individual Funds And Account Groups (continued): Exhibit

Special Revenue Funds (continued):

Combining Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual 46-47

Refuse Collection Fund:

Balance Sheet 48

Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual 49

Public Safety Fund:

Balance Sheet 50

Statement of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual 51

Parks and Recreation Millage Fund:

Balance Sheet 52

Statement of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual 53

Building Department Fund:

Balance Sheet 54

Statement of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual 55

Debt Service Funds:

Combining Balance Sheet 56

Combining Statement of Revenues, Expenditures and Changes in Fund Balance 57

Special Assessments:

Combining Balance Sheet 58-59

Combining Statement of Revenues, Expenditures and Changes in Fund Balance 60-61

Financial Statements Of Individual Funds And Account Groups (continued): Exhibit

Capital Projects Funds:

Combining Balance Sheet 62-63

Combining Statement of Revenues, Expenditures and Changes in Fund Balance 64-65

Enterprise Fund:

Water and Sewer Fund:

Balance Sheet 66-67

Statement of Revenues, Expenses and Changes in Retained Earnings 68

Statement of Cash Flows 69

Schedule of Income Available for Debt Retirement 70

Fiduciary Funds:

Agency Funds:

Combining Balance Sheet 71-72

Combining Statement of Changes in Assets and Liabilities - All Agency Funds 73

Current Tax Collection Agency Fund: Statement of Changes in Assets and Liabilities 74

Receiving Agency Fund: Statement of Changes in Assets and Liabilities 74

Payroll Agency Fund: Statement of Changes in Assets and Liabilities 75

Performance Bonds Agency Fund: Statement of Changes in Assets and Liabilities 75

General Fixed Assets Account Group:

Schedule of General Fixed Assets By Source 76

Schedule of General Fixed Assets - By Function and Activity 77

Schedule of Changes in General Fixed Assets - By Function and Activity 78

Financial Statements Of Individual Funds And Account Groups (continued): Exhibit

General Long-Term Debt Account Group:

Statement of General Long-Term Debt 79

Other Supporting Schedules and Financial Information: Supporting Schedule

Schedule of Indebtedness 80-86

Statement of All Other Debt 87

Summary of Indebtedness 88

STATISTICAL SECTION

Schedule of Taxes Levied, Collected and Returned Delinquent 89

FINANCIAL SECTION

POST, SMYTHE, LUTZ AND ZIEL LLP

Certified Public Accountants

PLYMOUTH

Dennis M. Siegner, C.P.A., C.V.A.
David R. Williamson, C.P.A.
Jane F. Wang, C.P.A.
Joseph N. Elder, C.P.A.

Marty C. Morrison, C.P.A.
Rana M. Emmons, C.P.A.
Jennifer A. Galofaro, C.P.A., C.V.A.
Susan H. Bertram, C.P.A.

1034 W. ANN ARBOR TRAIL
PLYMOUTH, MICHIGAN 48170-1502

TELEPHONE: (734) 453-8770
FAX: (734) 453-0312

WAYNE

Frank W. Smythe, C.P.A.
Ronald H. Traskos, C.P.A.
Kathy Billings, C.P.A.

Sharon Walz Duckworth, C.P.A.
Cari A. Ford, C.P.A.
Wendy Leung Lee, C.P.A.
Therese Mulholland, C.P.A.

Independent Auditor's Report

March 31, 2003

Board of Trustees
Pittsfield Charter Township
Ann Arbor, Michigan

We have audited the accompanying general purpose financial statements of Pittsfield Charter Township as of December 31, 2002 and for the year then ended as listed in the table of contents. These general purpose financial statements are the responsibility of the Township's management. Our responsibility is to express an opinion on these general purpose financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the general purpose financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the general purpose financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the general purpose financial statements referred to above present fairly, in all material respects, the financial position of Pittsfield Charter Township as of December 31, 2002, and the results of its operations and the cash flows of its proprietary fund types for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Our audit was conducted for the purpose of forming an opinion on the general purpose financial statements taken as a whole. The combining and individual fund and account group financial statements and supporting schedules and statistical section listed in the table of contents are presented for purposes of additional analysis and are not a required part of the general purpose financial statements of Pittsfield Charter Township. Such information has been subjected to the auditing procedures applied in the audit of the general purpose financial statements and, in our opinion, is fairly presented in all material respects in relation to the general purpose financial statements taken as a whole.

Respectfully,

Post, Smythe, Lutz + Ziel

POST, SMYTHE, LUTZ and ZIEL LLP
Certified Public Accountants

General Purpose

Financial Statements

PITTSFIELD CHARTER TOWNSHIP
Combined Balance Sheet
All Fund Types, Account Groups, and Discretely Presented Component Units
December 31, 2002

	Governmental Fund Types			
	General	Special Revenue	Debt Service	Capital Projects
ASSETS AND OTHER DEBITS				
Assets:				
Cash	$ 6,515,554	$ 3,102,577	$ 6,385,974	$ 685,785
Receivables: Accounts	602,292	1,100	-	-
Special Assessments	-	-	3,905,360	219
Other	39,521	-	15,490	-
Due from Other Funds	644,429	1,314,878	-	15,031
Due from Component Unit	47,726	-	-	-
Due from Other Governmental Unit	-	244,408	-	-
Inventory	-	-	-	-
Prepaid Expenditures/Expense	100,594	11,117	-	-
Restricted Assets - Cash	-	-	-	-
Land and Buildings	-	-	-	-
Machinery and Equipment	-	-	-	-
Accumulated Depreciation	-	-	-	-
Other Debits:				
Amount Available for Long-Term Debt	-	-	-	-
Amount to Be Provided for Long-Term Debt	-	-	-	-
Total Assets and Other Debits	$ 7,950,116	$ 4,674,080	$ 10,306,824	$ 701,035

The notes to the financial statements are an integral part of this statement.

Proprietary Fund Types	Fiduciary Fund Types	Account Groups		Total Primary Government (Memo-randum Only)		Total Reporting Entity (Memo-randum Only)
Enterprise	Trust and Agency	General Fixed Assets	General Long-Term Debt		Component Units	
$ 2,693,449	$ 6,657,625	$ -	$ -	$ 26,040,964	$ 82,950	$ 26,123,914
37,951	-	-	-	641,343	-	641,343
-	-	-	-	3,905,579	-	3,905,579
610,725	-	-	-	665,736	-	665,736
25,470	-	-	-	1,999,808	-	1,999,808
-	-	-	-	47,726	-	47,726
112,050	-	-	-	356,458	-	356,458
91,496	-	-	-	91,496	-	91,496
6,280	-	-	-	117,991	-	117,991
10,203,890	-	-	-	10,203,890	-	10,203,890
-	-	18,514,077	-	18,514,077	-	18,514,077
21,451,818	-	9,323,901	-	30,775,719	3,046	30,778,765
(7,381,054)	-	-	-	(7,381,054)	-	(7,381,054)
-	-	-	5,473,835	5,473,835	-	5,473,835
-	-	-	11,166,592	11,166,592	-	11,166,592
$ 27,852,075	$ 6,657,625	$ 27,837,978	$ 16,640,427	$ 102,620,160	$ 85,996	$ 102,706,156

The notes to the financial statements are an integral part of this statement.

PITTSFIELD CHARTER TOWNSHIP
Combined Balance Sheet
All Fund Types, Account Groups, and Discretely Presented Component Units
December 31, 2002

	Governmental Fund Types			
	General	Special Revenue	Debt Service	Capital Projects
LIABILITIES, FUND EQUITY AND OTHER CREDITS				
Liabilities:				
Accounts Payable	$ 312,912	$ 92,507	$ -	$ 225,161
Accrued Liabilities	252,939	21,009	-	-
Due to Other Funds	1,256,762	488,932	-	-
Due to Primary Government	-	-	-	-
Due to Other Taxing Units	39,972	-	-	-
Deposits	187,252	5,011	-	816
Note Payable - Current	-	-	-	-
Note Payable	-	-	-	-
Contract Bonds Payable - Current	-	-	-	-
Contract Bonds Payable	-	-	-	-
Contracts Payable	-	63,571	-	15,031
Special Assessment Debt with Government Commitment	-	-	-	-
Compensated Absences Payable	-	-	-	-
Deferred Revenue	143,564	-	3,905,360	219
Other	-	-	36,925	-
Total Liabilities	2,193,401	671,030	3,942,285	241,227
Fund Equity and Other Credits:				
Investment in General Fixed Assets	-	-	-	-
Contributed Capital	-	-	-	-
Retained Earnings:				
Reserved for Capital Improvement	-	-	-	-
Unreserved	-	-	-	-
Fund Balances:				
Reserved for Law Enforcement	53,001	-	-	-
Reserved for Specific Purposes	4,000	-	-	-
Reserved for Recycling	-	128,507	-	-
Reserved for Construction	-	-	-	459,808
Reserved for Debt Service	-	-	6,364,539	-
Reserved for Housing Programs	-	-	-	-
Unreserved:				
Designated for Specific Purposes	3,035,594	3,708,723	-	-
Undesignated	2,664,120	165,820	-	-
Total Fund Equity and Other Credits	5,756,715	4,003,050	6,364,539	459,808
Total Liabilities, Fund Equity and Other Credits	$ 7,950,116	$ 4,674,080	$ 10,306,824	$ 701,035

The notes to the financial statements are an integral part of this statement.

Proprietary Fund Types	Fiduciary Fund Types	Account Groups		Total Primary Government (Memo-randum Only)		Total Reporting Entity (Memo-randum Only)
Enterprise	Trust and Agency	General Fixed Assets	General Long-Term Debt		Component Units	
$ 1,188,949	$ -	$ -	$ -	$ 1,819,529	$ -	$ 1,819,529
12,796	-	-	-	286,744	-	286,744
67,669	186,445	-	-	1,999,808	-	1,999,808
-	-	-	-	-	47,726	47,726
54,620	6,177,309	-	-	6,271,901	-	6,271,901
-	282,893	-	-	475,972	-	475,972
206,946	-	-	-	206,946	-	206,946
684,915	-	-	7,350,000	8,034,915	-	8,034,915
110,000	-	-	-	110,000	-	110,000
1,369,688	-	-	-	1,369,688	-	1,369,688
33,287	-	-	20,971	132,860	-	132,860
-	-	-	8,487,500	8,487,500	-	8,487,500
-	-	-	781,956	781,956	-	781,956
-	-	-	-	4,049,143	-	4,049,143
-	10,978	-	-	47,903	-	47,903
3,728,870	6,657,625	-	16,640,427	34,074,865	47,726	34,122,591
-	-	27,837,978	-	27,837,978	-	27,837,978
22,514,134	-	-	-	22,514,134	-	22,514,134
150,984	-	-	-	150,984	-	150,984
1,458,087	-	-	-	1,458,087	-	1,458,087
-	-	-	-	53,001	-	53,001
-	-	-	-	4,000	-	4,000
-	-	-	-	128,507	-	128,507
-	-	-	-	459,808	-	459,808
-	-	-	-	6,364,539	-	6,364,539
-	-	-	-	-	26,142	26,142
-	-	-	-	6,744,317	-	6,744,317
-	-	-	-	2,829,940	12,128	2,842,068
24,123,205	-	27,837,978	-	68,545,295	38,270	68,583,565
$ 27,852,075	$ 6,657,625	$ 27,837,978	$ 16,640,427	$ 102,620,160	$ 85,996	$ 102,706,156

The notes to the financial statements are an integral part of this statement.

PITTSFIELD CHARTER TOWNSHIP
Combined Statement of Revenues, Expenditures and Changes in Fund Balance
All Governmental Fund Types and Discretely Presented Component Units
For the Year Ended December 31, 2002

	General	Special Revenue	Debt Service	Capital Projects
Revenues:				
Taxes	$ 4,491,874	$ 1,473,194	$ 91,749	$ -
Licenses and Permits	75,148	-	-	-
Intergovernmental Revenues-Federal	10,643	-	-	-
Intergovernmental Revenues-State and Local	2,564,206	574,327	-	-
Charges for Services	777,303	1,016,921	-	-
Fines	76,896	-	-	-
Special Assessments	-	-	1,879,663	-
Interest	358,745	55,129	165,621	11,687
Reimbursements	425,132	-	-	-
Other	585,627	2,364	-	15,134
Total Revenues	9,365,574	3,121,935	2,137,033	26,821
Expenditures:				
General Government	1,612,324	-	-	-
Public Safety	3,876,554	1,016,140	-	-
Planning and Zoning	469,774	-	-	-
Highways and Streets	252,731	-	-	-
Sanitation	-	607,268	-	-
Parks and Recreation	399,812	168,020	-	-
Housing Commission	14,850	-	-	-
Historical Commission	42,024	-	-	-
Capital Outlay (Non-Departmental)	11,309,739	1,503,834	-	-
Debt Service	167,723	-	2,087,573	-
Other Functions	1,164,977	-	-	-
Construction in Progress	-	-	-	225,161
Total Expenditures	19,310,508	3,295,262	2,087,573	225,161
Excess (Deficiency) of Revenues Over Expenditures	(9,944,934)	(173,327)	49,460	(198,340)
Other Financing Sources(Uses):				
Transfers In	-	942,605	550,244	-
Transfers Out	(962,450)	-	-	(530,399)
Loan Proceeds	7,350,000	-	-	-
Total Other Financing Sources(Uses)	6,387,550	942,605	550,244	(530,399)
Excess (Deficiency) of Revenues and Other Financing Sources Over Expenditures and Other Financing Uses	(3,557,384)	769,278	599,704	(728,739)
Fund Balance - January 1	9,314,099	3,233,772	5,764,835	1,188,547
Fund Balance - December 31	$ 5,756,715	$ 4,003,050	$ 6,364,539	$ 459,808

The notes to the financial statements are an integral part of this statement.

Total Primary Government (Memo-randum Only)	Component Units	Total Reporting Entity (Memo-randum Only)
$ 6,056,817	$ -	$ 6,056,817
75,148	-	75,148
10,643	945,023	955,666
3,138,533	-	3,138,533
1,794,224	-	1,794,224
76,896	-	76,896
1,879,663	-	1,879,663
591,182	2,528	593,710
425,132	-	425,132
603,125	32,521	635,646
14,651,363	980,072	15,631,435
1,612,324	-	1,612,324
4,892,694	-	4,892,694
469,774	-	469,774
252,731	-	252,731
607,268	-	607,268
567,832	-	567,832
14,850	954,909	969,759
42,024	-	42,024
12,813,573	-	12,813,573
2,255,296	-	2,255,296
1,164,977	1,970	1,166,947
225,161	-	225,161
24,918,504	956,879	25,875,383
(10,267,141)	23,193	(10,243,948)
1,492,849	-	1,492,849
(1,492,849)	-	(1,492,849)
7,350,000	-	7,350,000
7,350,000	-	7,350,000
(2,917,141)	23,193	(2,893,948)
19,501,253	15,077	19,516,330
$ 16,584,112	$ 38,270	$ 16,622,382

The notes to the financial statements are an integral part of this statement.

PITTSFIELD CHARTER TOWNSHIP
Combined Statement of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual
General and Special Revenue Funds
For the Year Ended December 31, 2002

	General Fund		
	Final Budget	Actual	Variance-Favorable (Unfavor.)
Revenues:			
Taxes	$ 4,541,247	$ 4,491,874	$ (49,373)
Licenses and Permits	85,700	75,148	(10,552)
Intergovernmental - Federal	14,500	10,643	(3,857)
Intergovernmental - State and Local	2,559,750	2,564,206	4,456
Charges for Services	778,100	777,303	(797)
Fines and Forfeitures	100,000	76,896	(23,104)
Interest	450,000	358,745	(91,255)
Reimbursements	326,350	425,132	98,782
Other	557,600	585,627	28,027
Total Revenues	9,413,247	9,365,574	(47,673)
Expenditures:			
General Government	2,097,015	1,612,324	484,691
Public Safety	4,390,048	3,876,554	513,494
Planning and Zoning	552,636	469,774	82,862
Highways and Streets	487,500	252,731	234,769
Sanitation	-	-	-
Parks and Recreation	452,876	399,812	53,064
Housing Commission	14,850	14,850	-
Historical Commission	47,550	42,024	5,526
Capital Outlay (Non-Departmental)	11,268,819	11,309,739	(40,920)
Debt Service	167,723	167,723	-
Other Functions	1,182,199	1,164,977	17,222
Total Expenditures	20,661,216	19,310,508	1,350,708
Excess (Deficiency) of Revenues Over Expenditures	(11,247,969)	(9,944,934)	1,303,035
Other Financing Sources(Uses):			
Transfers In	-	-	-
Transfers Out	(962,455)	(962,450)	5
Loan Proceeds	7,350,000	7,350,000	-
Total Other Financing Sources(Uses)	6,387,545	6,387,550	5
Excess (Deficiency) of Revenues and Other Financing Sources(Uses) Over Expenditures	$ (4,860,424)	(3,557,384)	$ 1,303,040
Fund Balance - January 1		9,314,099	
Fund Balance - December 31		$ 5,756,715	

The notes to the financial statements are an integral part of this statement.

Special Revenue Funds		
Final Budget	Actual	Variance-Favorable (Unfavor.)
$ 1,485,749	$ 1,473,194	$ (12,555)
-	-	-
-	-	-
507,721	574,327	66,606
1,138,000	1,016,921	(121,079)
-	-	-
77,000	55,129	(21,871)
-	-	-
72,000	2,364	(69,636)
3,280,470	3,121,935	(158,535)
-	-	-
1,151,749	1,016,140	135,609
-	-	-
-	-	-
657,000	607,268	49,732
217,750	168,020	49,730
-	-	-
-	-	-
1,608,916	1,503,834	105,082
-	-	-
-	-	-
3,635,415	3,295,262	340,153
(354,945)	(173,327)	181,618
-	942,605	942,605
-	-	-
-	-	-
-	942,605	942,605
$ (354,945)	769,278	$ 1,124,223
	3,233,772	
	$ 4,003,050	

The notes to the financial statements are an integral part of this statement.

PITTSFIELD CHARTER TOWNSHIP
Statement of Revenues, Expenses and Changes in Retained Earnings
All Proprietary Fund Types
For the Year Ended December 31, 2002

		Enterprise Water & Sewer Fund
Operating Revenues:		
Water Billings	$	2,894,029
Sewer Billings		3,454,879
Forfeited Discounts		102,197
Reimbursed Expenses		19,697
Inspections and Other		216,883
Total Operating Revenues		6,687,685
Operating Expenses:		
Water Purchased		1,847,887
Sewage Treatment Purchased		2,841,585
Billing, Collecting and Administration		479,737
Repairs and Maintenance		307,215
Operating Expenses - Brookside System		5,715
Engineering Expense		105,646
Legal and Other Professional Expense		32,474
Audit and Accounting Expense		10,897
Reimbursed Expenses		13,750
Insurance		35,052
Office, Operating Supplies and Rent		30,546
Uniforms, Mileage and Truck Expense		32,756
Utilities		83,268
Miscellaneous Expense		24,825
Total Operating Expenses		5,851,353
Operating Income (Loss) Before Depreciation Expense		836,332
Depreciation Expense		486,102
Operating Income (Loss)		350,230
Nonoperating Revenues (Expenses):		
Interest Earned on Investments		290,724
Interest Expense on Debt		(146,542)
Total Nonoperating Revenues (Expenses)		144,182
Net Income (Loss)		494,412
Retained Earnings - January 1		1,114,659
Retained Earnings - December 31	$	1,609,071
Balance Sheet Classification:		
Retained Earnings-Reserved for Capital Improvement	$	150,984
Retained Earnings-Unreserved		1,458,087
Total	$	1,609,071

The notes to the financial statements are an integral part of this statement.

PITTSFIELD CHARTER TOWNSHIP
Statement of Cash Flows
All Proprietary Fund Types
For the Year Ended December 31, 2002

		Enterprise Water & Sewer Fund
Cash Flows From Operating Activities:		
Operating Income (Loss)	$	350,230
Adjustments to Reconcile Operating Loss to Net Cash Provided (Used) by Operating Activities:		
Depreciation and Amortization		488,040
Decrease/(Increase) in Accounts Receivable		(290,592)
Decrease/(Increase) in Due from Developers		123,366
Decrease/(Increase) in Prepaid Expense		(5,850)
Decrease/(Increase) in Inventory		21,912
Decrease/(Increase) in Accrued Interest Receivable		151,352
Decrease/(Increase) in Due from Other Funds		(18,985)
Decrease/(Increase) in Due from Other Governmental Units		626,700
(Decrease)/Increase in Accounts Payable		(33,347)
(Decrease)/Increase in Contracts Payable		(1,029)
(Decrease)/Increase in Accrued Payroll		3,109
(Decrease)/Increase in Due to Other Funds		7,350
(Decrease)/Increase in Due to Other Governmental Units		2,620
Net Cash Provided by Operating Activities		1,424,876
Cash Flows From Capital and Related Financing Activities:		
Principal Payments		(307,106)
Interest Paid		(146,542)
Capital Contributions		832,805
Purchases of Property and Equipment		(435,758)
Net Cash Used by Capital and Related Financing Activities		(56,601)
Cash Flows from Investing Activities:		
Interest Received		290,724
Net Increase in Cash and Cash Equivalents		1,658,999
Cash and Cash Equivalents - January 1		11,238,340
Cash and Cash Equivalents - December 31	$	12,897,339
Balance Sheet Classification:		
Cash	$	2,693,449
Restricted Assets		10,203,890
Total	$	12,897,339

The notes to the financial statements are an integral part of this statement.

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

Pittsfield Township became a Charter Township by a vote of the electorate on August 15, 1972. The Township is operated by an elected seven member Township Board and provides the following services as authorized by law: public safety (police and fire), sanitation, community development, culture-recreation, public improvements, planning and zoning, water and sewerage system and general administrative services.

As required by generally accepted accounting principles, these financial statements present Pittsfield Charter Township and its component units, entities for which the government is considered to be financially accountable. Blended component units, although legally separate entities are, in substance, part of the Township's operations and so data from these units is combined with data of the primary government. The discretely presented component units, on the other hand, are reported in a separate column in the combined financial statements to emphasize they are legally separate from the government. Each blended and discretely presented component unit has a December 31 year end.

Blended Component Units

Pittsfield Township Municipal Building Authority

The Pittsfield Township Municipal Building Authority was formed to permit the Township to finance the acquisition and construction of its municipal buildings. All of the Authority's debt is a general obligation of Pittsfield Charter Township. The members of the Authority's board are appointed by the Township's elected Board of Trustees, who also approve the Authority's operating budget.

The Charter Township of Pittsfield Historical Commission

The Charter Township of Pittsfield Historical Commission was formed to promote Township identity through public awareness of the history of Pittsfield Township. The members of the Commission's board are appointed by the Township Supervisor with approval of the Township Board. The Township Board is also responsible for the approval of the Commission's operating budget.

Discretely Presented Component Units

Pittsfield Township Economic Development Corporation

The Pittsfield Township Economic Development Corporation was formed to assist economic activity in the Township, primarily through the issuance of tax exempt bonds. The Township has no obligation to fund deficits of the corporation nor does it guarantee its debt. Members of the Economic Development Corporation's board of directors are appointed by the Township's Board of Trustees.

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

A. Reporting Entity - Continued

Pittsfield Township Housing Commission

The Housing Commission was formed to assist low income and senior citizens of the Township to obtain federally subsidized housing. The Commission participates in the U.S. Housing and Urban Development's "Section 8" voucher program.

The Township Board of Trustees appoints members of the Commission, but does not approve its budgets and is not obligated to fund any operating deficits.

Complete financial statements of the Pittsfield Township Housing Commission component unit can be obtained at the Pittsfield Charter Township Administrative Offices, 6201 W. Michigan Avenue, Ann Arbor, MI 48108.

B. Measurement Focus, Basis of Accounting and Presentation

The accounts of the Township are organized and operated on the basis of funds and account groups. A fund is an independent fiscal and accounting entity with a self-balancing set of accounts. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance-related legal and contractual provisions. The minimum number of funds are maintained consistent with legal and managerial requirements. Account groups are a reporting device to account for certain assets and liabilities of the governmental funds not recorded directly in those funds.

The Township has the following fund types and account groups:

Governmental Funds are used to account for the Township's general government activities. Governmental fund types use the flow of current financial resources measurement focus and the modified accrual basis of accounting. Under the modified accrual basis of accounting revenues are recognized when susceptible to accrual (when they are "measurable and available"). "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon thereafter to pay liabilities of the current period. Pittsfield Charter Township considers all revenues "available" if they are collected within 60 days after year end. Expenditures are recorded when the related fund liability is incurred except for:

*Interest on bonded indebtedness and other long term debt is not recorded as an expenditure until its due date.

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

B. Measurement Focus, Basis of Accounting and Presentation - Continued

*Payments for inventory items such as supplies are recorded as expenditures at time of purchase.

*Certain compensated absences are recognized when they are expected to be liquidated with expendable available resources.

Revenues susceptible to accrual are property taxes, intergovernmental revenue, special assessments interest and charges for services. Licenses, permits, fines, forfeits and other revenues are not susceptible to accrual because they are not measurable.

The Township reports deferred revenue in its combined balance sheet. Deferred revenues arise when a potential revenue does not meet both the "measurable" and "available" criteria for recognition in the current period.

Governmental funds include the following fund types:

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.

The special revenue funds account for revenue sources that are legally restricted to expenditure for specific purposes (not including expendable trusts or major capital projects).

The debt service fund accounts for the servicing of general long-term debt not being financed by proprietary or nonexpendable trust funds.

The capital projects funds account for the acquisition of fixed assets or construction of major capital projects not being financed by proprietary or nonexpendable trust funds.

Proprietary Funds are accounted for on the flow of economic resources measurement focus and use the accrual basis of accounting. Under this method, revenues are recorded when earned and expenses are recorded at the time liabilities are incurred. The government applies all applicable FASB pronouncements in accounting and reporting for its proprietary operations. Proprietary funds include the following fund types:

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

B. Measurement Focus, Basis of Accounting and Presentation - Continued

Enterprise Funds are used to account for those operations that are financed and operated in a manner similar to private business or where the board has decided that the determination of revenues earned, costs incurred and/or net income is necessary for management accountability.

Fiduciary Funds account for assets held by the government in a trustee capacity or as an agent on behalf of others.

The agency fund is custodial in nature and does not present results of operations or have a measurement focus. Agency funds are accounted for using the modified accrual basis of accounting. This fund is used to account for assets that the government holds for others in an agency capacity.

Account Groups. The general fixed assets account group is used to account for fixed assets not accounted for in proprietary or trust funds. The general long-term debt account group is used to account for general long-term debt and certain other liabilities that are not specific liabilities of proprietary or trust funds.

C. Assets, Liabilities and Investments

1. Deposits and Investments

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

State statutes authorize the Township and its component units to invest in obligations of the U.S. Treasury, commercial paper of certain investment grades, and deposits of Michigan commercial banks.

Investments are stated at cost.

2. Receivables and Payables

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

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

C. Assets, Liabilities and Investments - Continued

2. Receivables and Payables – Continued

Advances between funds are offset by a fund balance reserve account in all applicable governmental funds to indicate they are not available for appropriation and are not expendable available financial resources.

Trade accounts receivable are net of a $40,000 allowance for uncollectible accounts in the Water and Sewer Fund. There are no property tax receivables recorded at December 31, 2002, and therefore there is no property tax receivable allowance at December 31, 2002.

Property taxes are levied as of December 31 on property values assessed on the same date. The Township tax levy is billed on December 1 of the following year, and are considered delinquent on the following March 1, at which time the applicable property is subject to lien, and penalty and interest are assessed.

3. Statement of Cash Flows

Short term highly liquid investments have been treated as cash equivalents in the Statement of Cash flows.

4. Inventories and Prepaid Items

Inventories are valued at cost using the first-in/first-out (FIFO) method. The costs of governmental fund-type inventories are recorded as expenditures when consumed rather than when purchased.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items.

5. Restricted Assets

Resources for the capital project and related debt service activity within the Water and Sewer Fund (Enterprise Fund) are segregated and classified as "Restricted Assets". The related liabilities are reported in the "Liabilities Payable from Restricted Assets" section of the balance sheet.

The restricted assets of $10,203,890 exceed the related "Liabilities Payable from Restricted Assets" of $2,371,549 by $7,832,341.

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

C. Assets, Liabilities and Investments - Continued

5. Restricted Assets - Continued

The restricted assets exceeding the related "Liabilities Payable from Restricted Assets" are not reserved in retained earnings because these assets relate to benefit and capital charges collected from new users, and credited to "contributed capital". These "restrictions" are internal restrictions placed by the Township Board of Trustees to use these assets for capital projects and debt service.

6. Fixed Assets

Fixed assets used in governmental fund types of the Township are recorded in the general fixed assets account group at cost or estimated historical cost if purchased or constructed. Donated fixed assets are recorded at their estimated fair value at the date of donation. Assets in the general fixed assets account group are not depreciated. Interest incurred during construction is not capitalized on general fixed assets.

Public domain (infrastructure) general fixed assets (e.g., roads, bridges, sidewalks and other assets that are immovable and of value only to the government) are not capitalized.

The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not included in the general fixed assets account group or capitalized in the proprietary funds.

Property, plant and equipment in the proprietary funds of the government are recorded at cost. Property, plant and equipment donated to these proprietary fund type operations are recorded at their estimated fair value at the date of donation.

Major outlays for capital assets and improvements are capitalized in proprietary funds as projects are constructed. Interest incurred during the construction phase of proprietary fund fixed assets is reflected in the capitalized value of the asset constructed, net of interest earned on the invested proceeds over the same period.

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

C. Assets, Liabilities and Investments - Continued

6. Fixed Assets - Continued

Property, plant and equipment are depreciated in the proprietary and similar trust funds of the government using the straight line method over the following estimated useful lives:

Assets	Years
Water Mains and Sanitary Sewers	50
Machinery and Equipment	5-15
Vehicles	5
Office Equipment	7
Computer Equipment	5

7. Compensated Absences

Under contracts negotiated with employee groups and the Township's internal policy, individual employees have a vested right to receive payments for unused vacation, sick leaves and other benefits under formulas and conditions specified. In accordance with promulgations of the State of Michigan and generally accepted accounting principles, the non-current portion of this obligation is recorded in the general long-term debt account group. Management has determined that the liability at December 31, 2002 is $781,956 which compares to the total liability at December 31, 2001 of $666,273.

8. Long-term Obligations

The Township reports long-term debt of governmental funds at face value in the general long-term debt account group. Certain other governmental fund obligations not expected to be financed with current available financial resources are also reported in the general long-term debt account group. Long-term debt and other obligations financed by proprietary funds are reported as liabilities in the appropriate funds.

For governmental fund types, bond premiums and discounts, as well as issuance costs, are recognized during the current period. Bond proceeds are reported as an other financing source net of the applicable premium or discount. Issuance costs, even if withheld from the actual net proceeds received, are reported as debt service expenditures. For proprietary fund types, bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Issuance costs are reported as deferred charges.

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

C. Assets, Liabilities and Investments - Continued

9. Fund Equity

Reservations of fund balance represent amounts that are not appropriable or are legally segregated for a specific purpose. Reservations of retained earnings are limited to outside third-party restrictions. Designations of fund balance represent tentative management plans that are subject to change. The proprietary fund's contributed capital represents equity acquired through capital grants and capital contributions from developers, customers or other funds.

10. 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.

11. Memorandum Only - Total Columns

Total columns on the general purpose financial statements are captioned as "memorandum only" because they do not represent consolidated financial information and are presented only to facilitate financial analysis. The columns do not present information that reflects financial position, results of operations or cash flows in accordance with generally accepted accounting principles. Interfund eliminations have not been made in the aggregation of this data.

12. Comparative Data/Reclassifications

Comparative total data for the prior year have been presented in selected sections of the accompanying financial statements in order to provide an understanding of the changes in the government's financial position and operations. Also, certain amounts presented in the prior year data have been reclassified in order to be consistent with the current year's presentation.

II. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

A. Budgetary Information

The Township is legally subject to the budgetary control requirements of the State of Michigan P.A. 621 of 1978 (Uniform Budgeting Act). The following is a summary of the requirements of this act:

II. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY - Continued

A. Budgetary Information - Continued

a. Budgets must be adopted for the General, Special Revenue and Debt Service Funds.
b. Budgets must be balanced.
c. Budgets must be amended as necessary.
d. Public hearings must be held prior to adoption.
e. Expenditures cannot exceed budget appropriations.
f. Expenditures must be authorized by a budget appropriation prior to being incurred.

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

1. In accordance with State law, prior to September 30, the Supervisor submits to the Township's Board a proposed operating budget for the fiscal year commencing the following January 1. The operating budget includes proposed expenditures and means of financing them for the upcoming year. Detail line item budgets are included for administrative control. The level of control for the detail budgets is at the total fund basis.

2. Public hearings are conducted in September and October to obtain taxpayer comment.

3. Prior to October 31, the budget is legally enacted through passage of a budget resolution (general appropriation act).

4. Formal budgetary integration is employed as a management control device for the General and Special Revenue Funds. Budgets for these funds are prepared and adopted on a basis consistent with accounting principles generally accepted in the United States of America (GAAP).

5. Budget appropriations lapse at year end.

6. The Township Board may authorize supplemental appropriations (budget amendments) during the year. In 2002 several budget amendments were made and are reflected in the financial statements.

B. Compliance with P.A. 621 of 1978:

1. Deficit Fund Balances/Retained Earnings:

The Township has no accumulated fund balance/retained earnings deficits.

II. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY - Continued

B. Compliance with P.A. 621 of 1978: - Continued

2. Excess of Expenditures Over Appropriations in Budgetary Funds

Public Act 621 of 1978, Section 18(1), as amended, provides that a local unit shall not incur expenditures in excess of the amount appropriated in the annual budget. In the financial statements, the Township's actual expenditures and budgeted expenditures have been shown on a line item basis. The approved budgets of the Township for these budgetary funds were adopted on the total fund level. During the year ended December 31, 2002, the Township did not incur expenditures in excess of the amounts appropriated.

III. DETAILED NOTES ON ALL FUNDS AND ACCOUNT GROUPS

A. Deposits and Investments

Under State law, the Township is permitted to invest in deposits with Michigan commercial banks, savings and loans and credit unions, obligations of the U.S. Treasury and commercial paper with certain investment grades.

Deposits (cash and certificates of deposit) are carried at cost which approximates market value. The carrying amount of deposits are separately displayed on the balance sheets as "Cash".

The carrying amount of the Township's deposits with financial institutions at December 31, 2002 was $36,244,854 and the bank balance was $36,200,376 categorized as follows:

Amount insured by F.D.I.C.	$ 400,000
Uncollateralized	35,800,376
Total Bank Balance	$36,200,376

At December 31, 2002 the carrying amount of the Pittsfield Township Housing Commission was $69,456 and the bank balance was $73,950 which is not FDIC insured. The Pittsfield Township Economic Development Corporation carrying amount was $13,494 and the bank balance was $13,494 which is FDIC insured.

A reconciliation of cash as shown on the Combined Balance Sheet for the primary government follows:

Cash on hand	$ 720
Carrying amount of deposits	36,244,134
Total	$36,244,854
Cash and cash equivalents	$26,040,964
Cash and cash equivalents – restricted	10,203,890
Total	$36,244,854

III. DETAILED NOTES ON ALL FUNDS AND ACCOUNT GROUPS - Continued

B. Fixed Assets

Activity in the general fixed assets account group for the year ended December 31, 2002 was as follows:

	Balance January 1, 2002	Additions	Retirements	Balance December 31, 2002
Land	$ 1,096,942	$11,309,739	$ -	$12,406,681
Buildings	6,107,396	-	-	6,107,396
Improvements Other than Buildings	1,318,482	1,182,695	-	2,501,177
Machinery and Equipment	6,066,066	756,658	-	6,822,724
Total General Fixed Assets	$14,588,886	$13,249,092	$ -	$27,837,978

A summary of proprietary fund type property, plant and equipment at December 31, 2002 is as follows:

	Enterprise
Sanitary Sewers	$ 7,414,059
Water Mains	7,908,606
Meters and Services	2,007,306
Other Equipment	520,631
Capital Costs-YCUA Sewage Plant	160,390
Building	949,314
Land	318,863
Construction in Progress	2,172,649
	21,451,818
Less: Accumulated Depreciation	(7,381,054)
Net Property, Plant and Equipment	$14,070,764

Total depreciation expense for the year ended December 31, 2002 was $486,102.

III. DETAILED NOTES ON ALL FUNDS AND ACCOUNT GROUPS – Continued

C. Interfund Receivable and Payables

The composition of interfund balances as of December 31, 2002, is as follows:

Receivable Fund	Payable Fund	Amount	Fund Total
General Fund	Public Safety	$ 8,874	
	Parks and Recreation	17	
	Building Department	468,743	
	Water and Sewer	15,750	
	Refuse Collection	1,993	
	Trust and Agency	1,889	
	Performance Bond	124	
	Payroll	147,039	
			$ 644,429
Public Safety	Payroll		15,545
Parks & Recreation Millage	Payroll		2,382
Building Department	General Fund	1,225,213	
	Payroll	8,920	
			1,234,133
Public Safety Renovation	General Fund		15,031
Water and Sewer	General Fund	5,619	
	Refuse Collection	9,305	
	Payroll	10,546	
			25,470
Refuse Collection	Water and Sewer	51,919	
	General Fund	10,899	
			62,818
			$1,999,808

D. Long-Term Debt

General Obligation Bonds. The Township issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities. General obligation bonds have been issued for both general government and proprietary activities. These bonds are reported in the proprietary funds if they are expected to be repaid from proprietary fund revenues. In addition, general obligation bonds have been issued to refund both general obligation and revenue bonds.

General obligation bonds are direct obligations and pledge the full faith and credit of the government. These bonds generally are issued as 20-year serial bonds with equal amounts of principal maturing each year. General obligation debt outstanding as of December 31, 2002 is as follows:

III. DETAILED NOTES ON ALL FUNDS AND ACCOUNT GROUPS - Continued

D. Long-Term Debt - Continued

	Number of Issues	Interest Rate	Maturing Through	Principal Outstanding
General Obligation:				
Installment Loan	1	5.30%	2014	$ 7,350,000
Drain Assessments	2	3.25-5.00%	2015	1,128,471
Special Assessment Bonds	12	3.75-9.00%	2015	7,380,000
Total General Obligation				15,858,471
Accumulated Sick and Vacation Pay				781,956
Total General Long Term Debt				16,640,427
Enterprise Fund:				
Bonds Payable	2	3.40-6.90%	2013	1,500,000
Installment Note Payable	1	4.992%	2006	891,861
Subtotal				19,032,288
Less: Unamortized Bond Discount (Enterprise Debt)				(20,312)
Total Long Term Debt				$19,011,976

The annual principal requirements for all debt outstanding as of December 31, 2002 are as follows:

Year Ending December 31	General Obligation	Enterprise Fund	Total
2003	$ 1,764,571	$ 316,946	$ 2,081,517
2004	1,623,600	337,278	1,960,878
2005	1,518,600	353,124	1,871,724
2006	1,168,600	369,513	1,538,113
2007	1,203,600	135,000	1,338,600
Thereafter	8,579,500	880,000	9,459,500
Principal Outstanding	$15,858,471	$2,391,861	$18,250,332

The total interest expensed in 2002 in the Enterprise Fund was $146,542.

Changes in General Long-term Liabilities. During the year ended December 31, 2002, the following changes occurred in liabilities reported in the general long-term debt account group:

	Balance Jan. 1, 2002	Additions	Reductions	Balance Dec. 31, 2002
Compensated Absences	$ 666,273	$ 115,683	$ -	$ 781,956
General Obligation Debt	1,307,326	7,350,000	178,855	8,478,471
Special Assessment Debt	8,730,000	-	1,350,000	7,380,000
Totals	$10,703,599	$7,465,683	$1,528,855	$16,640,427

III. DETAILED NOTES ON ALL FUNDS AND ACCOUNT GROUPS - Continued

E. Contributed Capital

The changes in the Township's contributed capital accounts for its proprietary funds were as follows:

Beginning Balance	$21,681,329
Contributing Sources:	
Connection Fees and Benefit Charges	832,805
Ending Balance	$22,514,134

F. Reserved Fund Balance/Retained Earnings

A detailed description of fund balance reservations and designations (for all governmental fund types) at December 31, 2002, is presented below:

Fund Balance	General	Special Revenue	Debt Service	Capital Projects	Total
Reserved for:					
Construction	$ -	$ -	$ -	$459,808	$ 459,808
Debt Service	-	-	6,364,539	-	6,364,539
Law Enforcement	53,001	-	-	-	53,001
Specific Purposes	4,000	-	-	-	4,000
Recycling	-	128,507	-	-	128,507
Total Reserved	57,001	128,507	6,364,539	459,808	7,009,855
Designated for Specific Purposes	3,035,594	3,708,723	-	-	4,094,317
Total Undesignated	2,664,120	165,820	-	-	5,479,940
Total Fund Balance	$5,756,715	$4,003,050	$6,364,539	$459,808	$16,584,112

A summary of changes in reserves of Retained Earnings for the year ended December 31, 2002 is presented below:

	January 1, 2002	Increase	(Decrease)	December 31, 2002
Reserved for Capital Improvements	$130,593	$20,391	$ -	$150,984

IV. OTHER INFORMATION

A. Contingent Liabilities

1. Litigation-Permits

The Township is currently a defendant in a lawsuit filed by the Home Builders Association of Washtenaw County and Wexford Builders Inc. alleging that the Township's building permit fees are excessive. The suit seeks damages totaling approximately $1,000,000. The ultimate outcome of this litigation cannot presently be determined. Accordingly, adjustments, if any, that might result from the resolution of this matter have not been reflected in the financial statements.

2. Property Tax Litigation

Utility companies appealed tax assessments for the years 1997-2001, claiming that the State Tax Commission's revisions to depreciation tables adopted in 1999 had retroactive effect. The Township has defended the action, but the case remains unsettled, as is the case statewide. The Township attorney is unable to determine the probable results, however, the tax amounts in question (Township share) is approximately $200,000. Accordingly, adjustments, if any, that might result from the resolution of this matter have not been reflected in the financial statements.

3. Water Treatment Services

The Township has a contract with the supplier of the majority of its water treatment services, which calls for annual adjustments to the amounts billed monthly for these services, based on the total flows into the system from the Township, as compared to flows from all users. These amounts have not been billed by the supplier, and the financial statements contain management's estimate of amounts due. Accordingly, adjustments, if any, that might result from the resolution of this matter have not been reflected in the financial statements.

B. Other Postemployment Benefits

In addition to providing pension benefits, the Township provides certain health care insurance benefits to all full-time employees of the Township. All full-time employees who retire at age 62 or older or for reason of disability and have been employed for a period of ten years or more are eligible to receive these benefits.

The cost of retiree health care insurance benefits is recognized as an expenditure as premiums are paid. For the year ended December 31, 2002, there were three individuals receiving these benefits and the costs amounted to $22,957.

IV. OTHER INFORMATION - Continued

C. Employee Retirement Systems and Plans

1. Defined Benefit Plan

The Township contributes to the Michigan Municipal Employees' Retirement System (MMERS), which is an agent multiple employer retirement system that covers all full time employees of the Township. The system provides the following provisions: normal retirement, deferred retirement, service retirement allowance, disability retirement allowance, nonduty-connected death and postretirement adjustments to plan members and their beneficiaries. The service requirement is computed using credited service at the time of termination of membership multiplied by a certain percentage based on the benefit program in effect as of the date of termination of membership times the final average compensation (FAC). The most recent period for which actuarial data was available was for the actuarial valuation as of December 31, 2001.

MERS was organized pursuant to Section 12a of Act #156, Public Acts of 1851 (MSA 5.333(a); MCLA 46.12(a)), as amended, State of Michigan. MERS is regulated under Act No. 427 of the Public Acts of 1984, sections of which have been approved by the State Pension Commission. MERS issues a publicly available financial report that includes financial statements and required supplementary information for the system. That report may be obtained by writing to the System at 447 N. Canal St., Lansing, Michigan 48917-9755.

2. Funding Policy

The obligation to contribute to and maintain the system for these employees was established by negotiation with the Township's competitive bargaining units and personnel policy. The Township is required to contribute at an actuarially determined rate; the current rate was a percentage of annual compensation at December 31, 2000 as follows:

Admin-Union	1.99%
Admin Non-Union	5.09%
Patrol Officers	3.49%
Firefighters	3.56%
Elected Officials	19.00%
Dispatchers	1.26%
Public Safety Director	7.54%
Police Command	14.76%

3. Annual Pension Cost

During the fiscal year ended December 31, 2002, the Township's contributions totaling $246,324 were made in accordance with contribution requirements

IV. OTHER INFORMATION - Continued

C. Employee Retirement Systems and Plans - Continued

3. Annual Pension Cost - Continued

determined by an actuarial valuation of the plan as of December 31, 2000. The employer contribution rate has been determined based on the entry age normal cost funding method. Under the entry age normal cost funding method, the total employer contribution is comprised of the normal cost plus the level annual percentage of payroll payment required to amortize the unfunded actuarial accrued liability over 30 years. The employer normal cost is, for each employee, the level percentage of payroll contribution (from entry age to retirement) required to accumulate sufficient assets at the member's retirement to pay for his projected benefit. Significant actuarial assumptions used include a long-term investment yield rate of 8% and annual salary increases of 4.5% based on an age-related scale to reflect merit, longevity, and promotional salary increases.

Trend Information

Pension Year Ended December 31,	Valuation Date Dec. 31	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
2000	1998	$193,233	100%	$ -0-
2001	1999	242,891	100%	-0-
2002	2000	246,324	100%	-0-

4. Required Supplementary Information for GASB 27

Schedule of Funding Progress

Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability (AAL)	Underfunded AAL (UAAL)	Funded Ratio	Covered Payroll	UAAL as a Percent of Covered Payroll
12/31/97	$1,827,266	$3,105,629	$1,278,363	59%	$2,598,644	49%
12/31/98	2,307,455	3,778,507	1,471,052	61	2,886,184	51
12/31/99	2,887,981	4,202,782	1,314,801	69	3,356,500	39
12/31/00	3,462,677	5,038,816	1,576,139	69	3,648,928	43
12/31/01	4,176,971	5,900,412	1,723,441	71	4,078,516	42

The information presented above was determined as part of the actuarial valuations at the dates indicated. Additional information as of December 31, 2001, the latest actual valuation, follows:

IV. OTHER INFORMATION - Continued

C. Employee Retirement Systems and Plans – Continued

4. Required Supplementary Information for GASB 27 - Continued

Actuarial cost method	Entry age normal cost
Amortization method	Level percent
Remaining amortization period	30 years
Asset valuation method	5-year smoothed market
Actuarial assumptions:	
Investment rate of return	8%
Projected salary increases Includes inflation at 4.5%	4.50-8.66%
Cost of living adjustments	None

D. Property Taxes

Property taxes assessed as of the prior year December 31 attach as an enforceable lien on property as of December 1. Township taxes are levied on December I and are payable through March 1 of the subsequent year. The Township bills and collects its own property taxes and also taxes for the County and various school districts and certain authorities. Collections of all taxes are accounted for in the Current Tax Collection Fund. Township property tax revenues are recognized in the subsequent year as revenue in accordance with the guidelines of the State of Michigan.

The Township is permitted by State law to levy taxes up to $5 per $1,000 of equalized valuation for general governmental services. It would also appear to have unlimited taxing power to levy for certain contractual debt subject to constitutional limitations.

IV. OTHER INFORMATION – Continued

D. Property Taxes - Continued

The following is a summary of the tax rates levied on the 2001 tax roll and the source of authorization:

				Per $1,000 State Equalized Value		
Purpose	Authorization	Term	Authorized Rate	Authorized Rate Post "Roll Back"	Rate Levied	Tax Margin
Operating	State Law	-	5.000	4.2007	3.7354	.4653
Public Safety	Voter Approved	1993-2001	1.000	.9672	.7652	.2020
Parks and Recreation	Voter Approved	1996-2005	.5000	.4909	.4596	.0313
Drains at Large	State Law	-	As Needed		.0763	-
				Total	5.0365	.6986

E. Risk Management

Pittsfield Charter Township is a member of the Michigan Township Participating Plan for its property and casualty insurance coverage and maintains commercial insurance coverage for workers compensation, and accidental death, dismemberment and disability liabilities. The Township believes such coverage is sufficient to preclude any significant uninsured losses to the Township. Settled claims have not exceeded this coverage in any of the past three fiscal years.

F. Subsequent Events

1) 1991 Water and Sewer Special Assessment Bond Funding
On April 1, 2003, the Township called the 1991 Water and Sewer Special Assessment Bonds – Series A, which were originally issued in 1991 to finance construction of water and sewer lines within the special assessment district. The remaining principal payments totaling $3,160,000 on the original issue through the year 2011 had interest rates ranging from 6.80% to 7.00%.

2) Water Supply System Improvements
In January, 2003, the Township Board adopted a resolution authorizing notice of intent to issue debt in an amount not to exceed $8,000,000 for the cost of improvements to its water supply system. The project consists generally of the construction of a booster station, water tank, and transmission line to serve the users of the Township's water system. Project construction is expected to commence in fiscal year 2003.

IV. OTHER INFORMATION – Continued

G. Component Unit Information

Condensed financial statements for each of the discretely presented units is presented below:

BALANCE SHEET

Assets	Economic Development Corporation	Housing Commission	Total
Cash	$ 13,494	$ 69,456	$ 82,950
Fixed Assets	-	3,046	3,046
Total Assets	$ 13,494	$ 72,502	$ 85,996
Liabilities and Fund Equity			
Liabilities:			
Due to Primary Government	$ 1,366	$ 46,360	$ 47,726
Fund Balance:			
Reserved for Housing Programs	-	26,142	26,142
Unreserved, Undesignated	12,128	-	12,128
Total Fund Balance	12,128	26,142	38,270
Total Liabilities and Fund Equity	$ 13,494	$ 72,502	$ 85,996

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE

Revenue:	Economic Development Corporation	Housing Commission	Total
Intergovernmental -			
Federal	$ -	$945,023	$945,023
Interest Earnings	128	2,400	2,528
Other	-	32,521	32,521
Total Revenue	128	979,944	980,072
Operating Expenses	1,970	954,909	956,879
Excess (Deficiency) of Revenues Over Expenditures	(1,842)	25,035	23,193
Fund Balance January 1, 2002	13,970	1,107	15,077
Fund Balance December 31, 2002	$ 12,128	$ 26,142	$ 38,270

Financial Statements Of

Individual Funds

And Account Groups

GENERAL FUND

The General Fund is used to account for resources traditionally associated with Governments which are not required to be accounted for in another fund.

PITTSFIELD CHARTER TOWNSHIP
General Fund
Balance Sheet
December 31, 2002
With Comparative Amounts for December 31, 2001

	2002	2001
ASSETS		
Cash	$ 6,515,554	$ 9,048,423
Accounts Receivable	602,292	613,533
Interest Receivable	39,521	117,852
Due from Other Funds	644,429	360,178
Due from Component Unit	47,726	31,367
Prepaid Expenditures	100,594	16,730
Total Assets	$ 7,950,116	$ 10,188,083
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts Payable	$ 312,912	$ 263,094
Accrued Payroll	252,939	119,973
Due to Other Funds	1,256,762	314,366
Due to Other Governmental Units	39,972	24,717
Deposits	187,252	-
Deferred Revenue	143,564	151,834
Total Liabilities	2,193,401	873,984
Fund Balance:		
Reserved for Law Enforcement	53,001	49,360
Reserved for Specific Purposes	4,000	4,000
Unreserved:		
Designated for Subsequent Year's Expenditures	285,000	-
Designated for Prepaid Expenditures	100,594	16,730
Designated for Road Repairs	-	200,000
Designated for Public Safety	-	200,000
Designated for Contingencies	1,000,000	1,000,000
Designated for Building Maintenance	500,000	1,000,000
Designated for Budget Stabilization Fund	150,000	100,000
Designated for Land Acquisition	1,000,000	5,000,000
Undesignated	2,664,120	1,744,009
Total Fund Balance	5,756,715	9,314,099
Total Liabilities and Fund Balance	$ 7,950,116	$ 10,188,083

The notes to the financial statements are an integral part of this statement.

PITTSFIELD CHARTER TOWNSHIP
General Fund
Statement of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual
For the Year Ended December 31, 2002
With Comparative Actual Amounts for the Year Ended December 31, 2001

	Final Budget	Actual	Variance-Favorable (Unfavorable)	Actual 2001
Revenues:				
General Property Taxes	$ 4,541,247	$ 4,491,874	$ (49,373)	$ 4,206,450
Licenses and Permits	85,700	75,148	(10,552)	57,558
Intergovernmental - Federal	14,500	10,643	(3,857)	28,640
Intergovernmental - State and Local	2,559,750	2,564,206	4,456	2,938,844
Charges for Services	778,100	777,303	(797)	767,417
Fines	100,000	76,896	(23,104)	99,080
Interest	450,000	358,745	(91,255)	739,370
Reimbursements	326,350	425,132	98,782	357,731
Other Revenues	557,600	585,627	28,027	551,718
Total Revenues	9,413,247	9,365,574	(47,673)	9,746,808
Expenditures:				
General Government:				
Township Board	43,000	41,147	1,853	166,551
Township Supervisor	123,866	118,767	5,099	120,413
Elections	62,610	57,803	4,807	7,882
Accounting Dept.	157,644	105,488	52,156	116,995
Assessor	294,599	233,115	61,484	216,780
Township Clerk	254,325	206,949	47,376	180,842
Personnel Dept.	148,609	148,091	518	89,836
Purchasing Dept.	30,300	24,304	5,996	24,808
Board of Review	2,000	1,949	51	1,741
Administrative Dept.	128,000	110,389	17,611	122,545
Professional Services	122,110	49,768	72,342	-
Treasurer's Dept.	192,900	175,971	16,929	172,334
Network Administrator	54,477	40,211	14,266	28,412
Information Technology	147,420	69,272	78,148	-
Building and Grounds	243,250	189,709	53,541	160,180
Phase II EPA - DEQ Compliance	91,905	39,391	52,514	-
Total General Government	2,097,015	1,612,324	484,691	1,409,319
Public Safety:				
Police	2,348,085	2,042,488	305,597	2,007,487
Fire	1,991,638	1,808,847	182,791	1,684,200
Municipal Services	-	-	-	429,533
Property Maintenance Inspections	50,325	25,219	25,106	-
Total Public Safety	4,390,048	3,876,554	513,494	4,121,220
Planning and Zoning	552,636	469,774	82,862	-
Highways, Streets and Drains	487,500	252,731	234,769	447,741
Parks and Recreation	452,876	399,812	53,064	399,811
Housing Commission	14,850	14,850	-	13,300
Historical Commission	47,550	42,024	5,526	4,988
Capital Outlay (non-departmental)	11,268,819	11,309,739	(40,920)	-
Debt Service	167,723	167,723	-	-
Other Functions	1,182,199	1,164,977	17,222	1,014,302
Total Expenditures	20,661,216	19,310,508	1,350,708	7,410,681

(continued)

The notes to the financial statements are an integral part of this statement.

PITTSFIELD CHARTER TOWNSHIP
General Fund
Statement of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual
For the Year Ended December 31, 2002
With Comparative Actual Amounts for the Year Ended December 31, 2001

	Final Budget	Actual	Variance-Favorable (Unfavorable)	Actual 2001
Excess (Deficiency) of Revenues Over Expenditures	$ (11,247,969)	$ (9,944,934)	$ 1,303,035	$ 2,336,127
Other Financing Sources (Uses):				
Operating Transfers In	-	-	-	112,833
Operating Transfers Out	(962,455)	(962,450)	5	(20,392)
Loan Proceeds	7,350,000	7,350,000	-	-
Total Other Financing Sources (Uses)	6,387,545	6,387,550	5	92,441
Excess (Deficiency) of Revenues and Other Financing Sources Over Expenditures and Other Financing Uses	$ (4,860,424)	(3,557,384)	$ 1,303,040	2,428,568
Fund Balance - January 1		9,314,099		6,885,531
Fund Balance - December 31		$ 5,756,715		$ 9,314,099

The notes to the financial statements are an integral part of this statement.

PITTSFIELD CHARTER TOWNSHIP
General Fund
Statement of Detailed Revenues - Budget and Actual
For the Year Ended December 31, 2002
With Comparative Actual Amounts for the Year Ended December 31, 2001

	Final Budget	Actual	Variance-Favorable (Unfavorable)	Actual 2001
General Property Taxes	$ 4,541,247	$ 4,491,874	$ (49,373)	$ 4,206,450
Licenses and Permits:				
Business Licenses:				
Trailer Park Fees	3,700	3,965	265	3,792
Non-Business Licenses:				
Soil Erosion	32,000	30,413	(1,587)	24,796
Code Inspection	50,000	40,770	(9,230)	28,970
Total Licenses and Permits	85,700	75,148	(10,552)	57,558
Intergovernmental Revenues:				
Federal Law Enforcement Grants	14,500	10,643	(3,857)	28,640
State Shared Revenues:				
Revenue Sharing	2,500,000	2,502,833	2,833	2,871,067
Liquor Licenses	11,300	13,150	1,850	12,016
Total State Shared Revenues	2,511,300	2,515,983	4,683	2,883,083
Other Revenues:				
Payments in Lieu of Taxes	1,950	1,760	(190)	2,229
Fire Protection - State Facility	14,000	6,893	(7,107)	16,265
Lawnet Grant	25,000	29,691	4,691	30,173
Police Training Grant	7,500	9,879	2,379	7,094
Total Other Revenues	48,450	48,223	(227)	55,761
Total Intergovernmental Revenues	2,574,250	2,574,849	599	2,967,484
Charges for Services:				
Fees:				
Property Tax Administrative Fees	450,000	494,570	44,570	452,951
Penalties and Interest	50,000	66,197	16,197	51,963
Board of Appeals	2,000	3,700	1,700	3,300
Planning and Zoning	100,000	52,765	(47,235)	104,880
Total Fees	602,000	617,232	15,232	613,094
Services:				
Recreation Fees	155,100	146,041	(9,059)	140,958
Finger Printing & Gun Permits	800	1,284	484	1,094
Police Reports	10,000	8,403	(1,597)	7,352
Fire Reports	200	216	16	167
Other	10,000	4,127	(5,873)	4,752
Total Services	176,100	160,071	(16,029)	154,323
Total Charges for Services	778,100	777,303	(797)	767,417
Ordinance Fines	100,000	76,896	(23,104)	99,080
Interest Earned	450,000	358,745	(91,255)	739,370
Reimbursements:				
Utilities Administrative Charge	13,750	13,750	-	-
Other Administrative Charges	195,000	170,996	(24,004)	179,785
Law Enforcement Services	75,000	178,500	103,500	115,520
Insurance	7,500	21,895	14,395	39,474
Other	35,100	39,991	4,891	22,952
Total Reimbursements	326,350	425,132	98,782	357,731
Other Revenues:				
Cable TV Franchise	280,000	287,832	7,832	296,016
Street Lighting Special Assessment	185,000	183,654	(1,346)	164,393
Miscellaneous	92,600	114,141	21,541	91,309
Total Other Revenues	557,600	585,627	28,027	551,718
Total Revenues	$ 9,413,247	$ 9,365,574	$ (47,673)	$ 9,746,808

The notes to the financial statements are an integral part of this statement.

PITTSFIELD CHARTER TOWNSHIP
General Fund
Statement of Detailed Expenditures - Budget and Actual
For the Year Ended December 31, 2002
With Comparative Actual Amounts for the Year Ended December 31, 2001

	Final Budget	Actual	Variance-Favorable (Unfavorable)	Actual 2001
General Government:				
Township Board:				
Trustee Salaries	$ 12,900	$ 12,100	$ 800	$ 9,938
Contractual Services	-	-	-	12,508
Engineering Services	-	-	-	12,751
Soil Erosion	-	-	-	49,412
Legal Services	-	-	-	39,831
Meetings & Transportation	1,000	145	855	515
Advertising	-	-	-	13,007
Miscellaneous	350	186	164	1,356
Membership & Dues	28,750	28,716	34	27,233
Total Township Board	43,000	41,147	1,853	166,551
Township Supervisor:				
Salaries	65,775	65,654	121	62,379
Clerical Wages & Stipends	52,191	51,074	1,117	53,365
Overtime Wages	600	26	574	-
Operating Supplies	1,500	933	567	-
Contractual Services	-	-	-	1,080
Meetings & Transportation	300	70	230	20
Miscellaneous	500	250	250	743
Schooling/Seminars/Conferences	2,000	385	1,615	730
Capital Outlay	1,000	375	625	2,096
Total Township Supervisor	123,866	118,767	5,099	120,413
Elections:				
Wages	38,510	37,613	897	-
Postage	5,500	3,659	1,841	727
Operating Supplies	6,000	5,308	692	5,885
Professional Services	5,500	5,451	49	290
Advertising and Publishing	3,000	2,718	282	-
Office Equipment Lease	600	-	600	-
Miscellaneous	500	157	343	-
Capital Outlay	3,000	2,897	103	980
Total Elections	62,610	57,803	4,807	7,882
Accounting:				
Salaries & Wages	116,394	88,478	27,916	85,147
Overtime Wages	1,500	376	1,124	1,221
Operating Supplies	2,000	1,297	703	1,374
Audit and Accounting Services	2,000	-	2,000	14,045
Payroll Services	15,400	13,640	1,760	12,725
Meetings & Transportation	1,100	18	1,082	-
Miscellaneous	250	-	250	-
Membership & Dues	700	400	300	245
Schooling/Seminars/Conferences	2,300	-	2,300	718
Capital Expenditures	16,000	1,279	14,721	1,520
Total Accounting	157,644	105,488	52,156	116,995

(continued)

The notes to the financial statements are an integral part of this statement.

PITTSFIELD CHARTER TOWNSHIP
General Fund
Statement of Detailed Expenditures - Budget and Actual
For the Year Ended December 31, 2002
With Comparative Actual Amounts for the Year Ended December 31, 2001

	Final Budget	Actual	Variance-Favorable (Unfavorable)	Actual 2001
General Government (continued):				
Assessor:				
Salaries	$ 134,283	$ 134,184	$ 99	$ 124,983
Clerical Wages	52,016	27,614	24,402	24,076
Overtime Wages	2,000	158	1,842	94
Postage	4,000	3,326	674	-
Operating Supplies	4,000	2,844	1,156	2,321
Consultant Services	54,000	53,892	108	50,846
Contractual Services	25,000	4,929	20,071	1,400
Legal Services	8,000	2,595	5,405	3,663
Meetings & Transportation	600	42	558	105
Advertising and Publishing	1,200	362	838	299
Miscellaneous	500	135	365	185
Memberships & Dues	2,000	1,049	951	1,086
Schooling/Seminars/Conferences	5,000	1,785	3,215	1,855
Capital Outlay	2,000	200	1,800	5,867
Total Assessor	294,599	233,115	61,484	216,780
Township Clerk:				
Salaries	98,536	98,460	76	100,435
Clerical Wages & Stipends	118,289	94,377	23,912	71,576
Per Diem Pay	1,800	909	891	1,530
Overtime Wages	1,000	110	890	15
Operating Supplies	5,000	1,462	3,538	3,587
Meetings & Transportation	1,000	129	871	353
Advertising and Publishing	20,000	8,276	11,724	-
Miscellaneous	1,500	306	1,194	255
Membership & Dues	1,200	584	616	445
Schooling/Seminars/Conferences	3,000	310	2,690	330
Capital Outlay	3,000	2,026	974	2,316
Total Township Clerk	254,325	206,949	47,376	180,842
Personnel Department:				
Salaries & Wages	67,356	67,334	22	48,208
Operating Supplies	1,000	970	30	743
Contractual Services	20,125	20,075	50	13,159
Professional Services	40,075	40,041	34	8,031
Meetings & Transportation	560	529	31	165
Advertising and Publishing	12,550	12,427	123	14,696
Miscellaneous	534	520	14	735
Memberships & Dues	595	435	160	520
Schooling/Seminars/Conferences	2,798	2,750	48	716
Capital Outlay	3,016	3,010	6	2,863
Total Purchasing	148,609	148,091	518	89,836
Purchasing Department:				
Wages	25,300	24,304	996	23,650
Operating Supplies	500	-	500	-
Schooling/Seminars/Conferences	1,500	-	1,500	-
Capital Outlay	3,000	-	3,000	1,158
Total Purchasing	30,300	24,304	5,996	24,808

(continued)

The notes to the financial statements are an integral part of this statement.

PITTSFIELD CHARTER TOWNSHIP
General Fund
Statement of Detailed Expenditures - Budget and Actual
For the Year Ended December 31, 2002
With Comparative Actual Amounts for the Year Ended December 31, 2001

	Final Budget	Actual	Variance-Favorable (Unfavorable)	Actual 2001
General Government (continued):				
Board of Review:				
Per Diem Pay	$ 2,000	$ 1,949	$ 51	$ 1,741
Administrative Department:				
Postage	25,000	23,292	1,708	24,217
Operating Supplies	20,000	13,599	6,401	17,597
Computer Supplies	-	-	-	9,050
Telephone	45,000	43,643	1,357	43,749
Vehicle Maintenance	6,000	4,827	1,173	4,325
Gas & Oil	4,000	3,799	201	3,137
Printing	6,000	5,344	656	1,695
Office Equipment Maintenance	12,000	10,359	1,641	11,094
Office Equipment Lease	6,500	5,391	1,109	3,031
Miscellaneous	500	135	365	2,542
Capital Outlay	3,000	-	3,000	2,108
Total Administrative Department	128,000	110,389	17,611	122,545
Professional Services:				
Contractual Services	25,000	730	24,270	-
Audit and Accounting Services	19,610	13,648	5,962	-
Engineering Services	20,000	9,371	10,629	-
Legal Services	55,000	26,019	28,981	-
Labor Negotiations	2,500	-	2,500	-
Total Professional Services	122,110	49,768	72,342	-
Treasurer's Department:				
Salaries	142,600	142,520	80	135,602
Clerical Wages & Stipends	26,000	25,885	115	23,929
Overtime Wages	1,400	236	1,164	1,061
Operating Supplies	700	365	335	183
Tax Preparation	9,000	4,337	4,663	4,033
Meetings & Transportation	2,500	686	1,814	127
Miscellaneous	600	85	515	401
Membership & Dues	600	285	315	378
Schooling/Seminars/Conferences	2,500	914	1,586	607
Capital Outlay	7,000	658	6,342	6,013
Total Treasurer's Department	192,900	175,971	16,929	172,334
Network Administrator:				
Salaries	40,000	38,776	1,224	22,183
Operating Supplies	950	22	928	398
Contractual Services	3,000	-	3,000	630
Meetings & Transportation	1,000	-	1,000	-
Miscellaneous	500	-	500	-
Membership & Dues	1,027	-	1,027	-
Schooling/Seminars/Conferences	5,000	1,413	3,587	-
Capital Outlay	3,000	-	3,000	5,201
Total Network Administrator	54,477	40,211	14,266	28,412
Information Technology:				
Computer Supplies	8,500	2,398	6,102	-
Network Services	10,300	4,992	5,308	-
Software Programs	4,700	4,641	59	-
Communications	9,800	4,255	5,545	-
Computer Upgrades	36,020	35,948	72	-
Maintenance Contracts	8,100	7,703	397	-
Capital Outlay	70,000	9,335	60,665	-
Total Information Technology	147,420	69,272	78,148	-

(continued)

The notes to the financial statements are an integral part of this statement.

PITTSFIELD CHARTER TOWNSHIP
General Fund
Statement of Detailed Expenditures - Budget and Actual
For the Year Ended December 31, 2002
With Comparative Actual Amounts for the Year Ended December 31, 2001

	Final Budget	Actual	Variance-Favorable (Unfavorable)	Actual 2001
General Government (continued):				
Building and Grounds:				
Wages	$ 5,500	$ 5,000	$ 500	$ 4,481
Supplies and Materials	5,000	4,969	31	4,329
Building Maintenance	18,100	18,097	3	31,103
Contractual Services	22,400	22,330	70	27,120
Utilities	33,900	33,802	98	52,514
Ground Maintenance	15,100	15,018	82	21,071
Miscellaneous	500	80	420	441
Capital Outlay	20,000	19,925	75	19,121
Total Building and Grounds	120,500	119,221	1,279	160,180
Building and Grounds- 701 W. Ellsworth:				
Wages	1,500	-	1,500	-
Supplies and Materials	3,000	426	2,574	-
Building Maintenance	20,000	7,617	12,383	-
Contractual Services	15,000	14,121	879	-
Utilities	25,800	25,717	83	-
Ground Maintenance	9,200	8,135	1,065	-
Miscellaneous	500	-	500	-
Capital Outlay	10,000	-	10,000	-
Total Building and Grounds-701 W. Ellsworth	85,000	56,016	28,984	-
Building and Grounds- 797 W. Textile:				
Supplies and Materials	2,500	-	2,500	-
Building Maintenance	4,500	-	4,500	-
Contractual Services	2,000	1,350	650	-
Utilities	1,000	932	68	-
Ground Maintenance	3,000	1,680	1,320	-
Miscellaneous	500	15	485	-
Total Building and Grounds-797 W. Textile	13,500	3,977	9,523	-
Building and Grounds- Other:				
Supplies and Materials	3,000	-	3,000	-
Building Maintenance	5,000	-	5,000	-
Cemetery/Weed Contracts	2,500	1,555	945	-
Utilities	500	-	500	-
Ground Maintenance	8,000	7,445	555	-
Miscellaneous	250	-	250	-
Capital Outlay	5,000	1,495	3,505	-
Total Building and Grounds-Other	24,250	10,495	13,755	-
Phase II EPA - DEQ Compliance:				
Wages	7,700	7,335	365	-
Operating Supplies	8,305	5,432	2,873	-
Contractual Services	65,000	26,243	38,757	-
Meetings & Transportation	500	381	119	-
Advertising and Publishing	10,400	-	10,400	-
Total Phase II EPA - DEQ Compliance	91,905	39,391	52,514	-
Total General Government	2,097,015	1,612,324	484,691	1,409,319

The notes to the financial statements are an integral part of this statement.

PITTSFIELD CHARTER TOWNSHIP
General Fund
Statement of Detailed Expenditures - Budget and Actual
For the Year Ended December 31, 2002
With Comparative Actual Amounts for the Year Ended December 31, 2001

	Final Budget	Actual	Variance-Favorable (Unfavorable)	Actual 2001
Public Safety:				
Police Services:				
Salaries	$ 1,333,092	$ 1,296,156	$ 36,936	$ 1,168,729
Dispatcher/Secretary Wage	182,359	172,985	9,374	165,306
Officer Overtime	71,000	62,161	8,839	59,981
Dispatcher/Secretary Overtime	5,000	3,923	1,077	3,361
Other Wages	53,412	46,505	6,907	39,546
Wages-Scenic Lake	45,011	45,223	(212)	35,197
Overtime-Scenic Lake	1,840	280	1,560	1,935
Officer Expense-Scenic Lake	2,500	645	1,855	4,280
Uniforms	31,560	19,962	11,598	16,459
Office Supplies	10,500	8,353	2,147	7,321
Law Enforcement Supplies	64,826	23,030	41,796	24,116
Legal Services	85,000	45,645	39,355	35,905
Radio Maintenance	11,440	923	10,517	2,681
Telephone	38,758	24,577	14,181	41,379
Police Training	5,000	4,675	325	7,167
Conferences/Investigations	4,500	2,162	2,338	2,945
Vehicle Maintenance/Repairs	40,000	21,440	18,560	25,155
Gas & Oil	65,000	28,865	36,135	32,319
Office Equipment Maintenance	25,410	12,120	13,290	17,533
L.E.I.N.	8,120	5,472	2,648	6,415
Miscellaneous	8,000	3,579	4,421	711
Membership and Dues	1,200	479	721	312
Schooling/Seminars/Conferences	12,100	11,693	407	8,421
Crime Prevention	6,357	4,170	2,187	4,440
Reserve Officer	12,355	653	11,702	1,513
Capital Outlay	223,745	196,812	26,933	294,360
Total Police Services	2,348,085	2,042,488	305,597	2,007,487
Fire Department:				
Salaries	600,614	583,812	16,802	494,634
Dispatch/Secretary Wages	182,359	172,986	9,373	157,120
Overtime Wages	160,000	159,490	510	133,718
Paid on Call Wages	161,160	150,958	10,202	149,434
Fringe Benefits	270,000	268,526	1,474	224,231
Dispatch Uniforms	3,150	678	2,472	435
Uniforms - Other	34,000	32,057	1,943	34,857
Office Supplies	3,620	3,619	1	2,147
Fire Equipment Supplies	97,660	64,236	33,424	60,402
Building Maintenance	82,379	62,922	19,457	58,655
Radio Maintenance	15,000	6,794	8,206	13,390
Telephone	5,340	4,332	1,008	1,719
Meetings & Transportation	500	-	500	382
Vehicle Maintenance/Repairs	111,075	82,316	28,759	121,420
Gas & Oil	37,700	21,551	16,149	22,079
Insurance	58,000	56,940	1,060	52,179
Utilities	63,000	62,613	387	56,754
Grounds Maintenance	3,500	826	2,674	3,272
Office Equipment Maintenance	5,200	842	4,358	725
Miscellaneous	4,650	3,201	1,449	17,173
Training	9,740	3,057	6,683	11,426
Membership and Dues	1,891	1,481	410	1,470
Fire Prevention	4,700	1,487	3,213	759
Schools/Seminars/Conferences	15,000	5,808	9,192	6,562
Capital Outlay	61,400	58,315	3,085	59,257
Total Fire Department	1,991,638	1,808,847	182,791	1,684,200

(continued)

The notes to the financial statements are an integral part of this statement.

PITTSFIELD CHARTER TOWNSHIP
General Fund
Statement of Detailed Expenditures - Budget and Actual
For the Year Ended December 31, 2002
With Comparative Actual Amounts for the Year Ended December 31, 2001

	Final Budget	Actual	Variance-Favorable (Unfavorable)	Actual 2001
Public Safety: (continued)				
Municipal Services:				
Salaries	$ -	$ -	$ -	$ 112,054
Clerical Wages	-	-	-	29,963
Per Diem Pay	-	-	-	11,103
Overtime Wages	-	-	-	1,260
Operating Supplies	-	-	-	5,401
Contractual Services	-	-	-	6,291
Planning Consultant	-	-	-	40,219
Engineering Services	-	-	-	175,354
Legal Services	-	-	-	41,017
Advertising	-	-	-	2,680
Miscellaneous	-	-	-	564
Membership and Dues	-	-	-	685
Schooling/Seminars/Conferences	-	-	-	335
Capital Outlay	-	-	-	2,607
Total Municipal Services	-	-	-	429,533
Property Maintenance Inspections:				
Salaries	31,375	25,119	6,256	-
Wages	10,400	-	10,400	-
Overtime Wages	250	-	250	-
Operating Supplies	2,000	-	2,000	-
Legal Services	5,000	-	5,000	-
Communications	250	-	250	-
Miscellaneous	500	-	500	-
Membership and Dues	100	50	50	-
Schooling/Seminars/Conferences	450	50	400	-
Total Property Maintenance Inspections	50,325	25,219	25,106	-
Total Public Safety	4,390,048	3,876,554	513,494	4,121,220
Planning and Zoning:				
Salaries	117,361	91,341	26,020	-
Wages	38,000	31,696	6,304	-
Per Diem Pay	18,500	18,463	37	-
Overtime Wages	2,000	253	1,747	-
Operating Supplies	7,000	2,332	4,668	-
Contractual Services	95,000	93,960	1,040	-
Planning Consultant	45,000	31,880	13,120	-
Engineering Services	110,000	89,619	20,381	-
Soil Erosion	66,500	66,315	185	-
Legal Services	32,000	31,773	227	-
Communications	600	-	600	-
Meetings & Transportation	500	36	464	-
Advertising	10,100	10,026	74	-
Miscellaneous	1,375	881	494	-
Membership and Dues	1,200	759	441	-
Schooling/Seminars/Conferences	4,000	440	3,560	-
Capital Outlay	3,500	-	3,500	-
Total Planning and Zoning	552,636	469,774	82,862	-

(continued)

The notes to the financial statements are an integral part of this statement.

PITTSFIELD CHARTER TOWNSHIP
General Fund
Statement of Detailed Expenditures - Budget and Actual
For the Year Ended December 31, 2002
With Comparative Actual Amounts for the Year Ended December 31, 2001

	Final Budget	Actual	Variance-Favorable (Unfavorable)	Actual 2001
Highways, Streets and Drains:				
Drains At Large	$ 17,000	$ 16,723	$ 277	$ 18,431
Highways and Streets:				
Dust Control	25,000	14,625	10,375	21,640
Limestone Program	40,000	-	40,000	28,603
Improvements	210,000	33,773	176,227	190,473
Total Highways and Streets	275,000	48,398	226,602	240,716
Street Lighting:				
Utilities	5,500	5,132	368	4,940
Lighting At Large	190,000	182,478	7,522	183,654
Total Street Lighting	195,500	187,610	7,890	188,594
Total Highways, Streets and Drains	487,500	252,731	234,769	447,741
Parks and Recreation:				
Salaries	140,096	138,357	1,739	132,968
Clerical Wages	52,479	52,179	300	51,867
Per Diem Wages	4,000	2,254	1,746	2,471
Seasonal Wages	17,820	13,122	4,698	15,738
Overtime Wages	1,454	926	528	1,145
Instructor Wages	55,044	46,552	8,492	43,053
Uniforms	2,016	1,381	635	-
Office Supplies	4,402	4,351	51	4,022
Program Expenditures	44,040	47,170	(3,130)	43,385
Diamonds/Courts/Fencing	4,032	2,200	1,832	2,100
Grounds and Landscaping	8,575	7,993	582	5,657
Equipment Maintenance	4,769	2,130	2,639	1,194
Contractual Services	18,000	10,948	7,052	12,241
Meetings & Transportation	1,000	637	363	324
Advertising	12,051	10,197	1,854	8,805
Printing	22,000	21,840	160	27,143
Utilities	3,800	2,597	1,203	664
Trash Removal/Leaf Pickup	2,100	-	2,100	-
Snow Removal	450	-	450	505
Mowing Charges	24,510	15,435	9,075	12,930
Miscellaneous	1,240	595	645	1,540
Membership & Dues	1,105	955	150	1,005
Schooling/Seminars/Conferences	2,893	2,120	773	1,946
Capital Outlay	25,000	15,873	9,127	29,108
Total Parks and Recreation	452,876	399,812	53,064	399,811

(continued)

The notes to the financial statements are an integral part of this statement.

PITTSFIELD CHARTER TOWNSHIP
General Fund
Statement of Detailed Expenditures - Budget and Actual
For the Year Ended December 31, 2002
With Comparative Actual Amounts for the Year Ended December 31, 2001

	Final Budget	Actual	Variance-Favorable (Unfavorable)	Actual 2001
Housing Commission:				
Salaries & Wages	$ 14,850	$ 14,850	$ -	$ 13,300
Historical Commission:				
Wages	1,950	-	1,950	364
Operating Supplies	750	70	680	101
Contracted Services	-	-	-	380
Legal Services	-	-	-	575
Meetings & Transportation	500	-	500	12
Advertising	400	-	400	-
Miscellaneous	6,250	5,831	419	-
Membership & Dues	1,000	75	925	75
Schooling/Seminars/Conferences	700	48	652	-
Capital Expenditures	36,000	36,000	-	3,481
Total Historical Commission	47,550	42,024	5,526	4,988
Capital Outlay	11,268,819	11,309,739	(40,920)	-
Debt Service	167,723	167,723	-	-
Other Functions:				
Fringe Benefits	931,150	922,657	8,493	812,266
Insurance	133,000	132,241	759	116,270
Insurance-Reimbursable	27,400	27,321	79	35,868
Unemployment Compensation	2,350	2,350	-	4,475
Fixed Bus Route Service	48,600	48,546	54	36,789
Cemetery Maintenance	-	-	-	1,872
Tax and Weed Adjustments	12,500	12,178	322	1,928
Miscellaneous	27,199	19,684	7,515	4,834
Total Other Functions	1,182,199	1,164,977	17,222	1,014,302
Total Expenditures	$ 20,661,216	$ 19,310,508	$ 1,350,708	$ 7,410,681

The notes to the financial statements are an integral part of this statement.

SPECIAL REVENUE FUNDS

Refuse Collection Fund

This fund was established to account for revenues received and expenditures incurred from customer billings and contractor pick-ups.

Public Safety Fund

The Public Safety Fund was established to account for tax revenues received and expenditures incurred with respect to the one mill general ad valorem tax approved August 18, 1987, for public safety purposes.

Parks and Recreation Millage Fund

This fund was established to account for tax revenues received and expenditures incurred with respect to the one-half mill general ad valorem tax approved in March 1996 for parks and recreation capital requirements.

Building Department Fund

This fund was established in accordance with Pubic Act 245 of 1999, the State Construction Code Act, to account for the fees charged and the expenditures incurred by the Building Department.

Budget Stabilization Fund

This fund was established as provided by Public Act 30 of 1978 to set aside funds to cover any potential deficit conditions in the General Fund.

PITTSFIELD CHARTER TOWNSHIP
Special Revenue Funds
Combining Balance Sheet
December 31, 2002
With Comparative Totals for December 31, 2001

	Refuse Collection	Public Safety	Parks & Recreation Millage	Building Department	Budget Stabilization	Total 2002	Total 2001
ASSETS							
Cash	$ 296,326	$ 1,157,066	$ 509,544	$ 174,641	$ 965,000	$ 3,102,577	$ 3,427,307
Accounts Receivable	1,100	-	-	-	-	1,100	-
Due from Other Funds	62,818	15,545	2,382	1,234,133	-	1,314,878	344,650
Due from State	-	-	198,898	-	-	198,898	-
Due from County	-	45,510	-	-	-	45,510	30,676
Prepaid Expenditures	-	5,580	793	4,744	-	11,117	1,039
Total Assets	$ 360,244	$ 1,223,701	$ 711,617	$ 1,413,518	$ 965,000	$ 4,674,080	$ 3,803,672
LIABILITIES AND FUND BALANCE							
Liabilities:							
Accounts Payable	$ 49,608	$ 2,572	$ 30,133	$ 10,194	$ -	$ 92,507	$ 156,626
Contracts Payable	-	-	63,571	-	-	63,571	43,368
Accrued Liabilities	-	18,557	1,105	1,347	-	21,009	17,449
Due to Other Funds	11,298	8,874	17	468,743	-	488,932	346,457
Deposits	5,011	-	-	-	-	5,011	6,000
Total Liabilities	65,917	30,003	94,826	480,284	-	671,030	569,900
Fund Balance:							
Reserved for Recycling	128,507	-	-	-	-	128,507	121,241
Unreserved:							
Designated for Public Safety	-	1,193,698	-	-	-	1,193,698	1,078,932
Designated for Parks & Recreation	-	-	616,791	-	-	616,791	833,753
Designated for Building Dept.	-	-	-	933,234	-	933,234	66,930
Designated for Budget Stabilization	-	-	-	-	965,000	965,000	965,000
Undesignated	165,820	-	-	-	-	165,820	167,916
Total Fund Balance	294,327	1,193,698	616,791	933,234	965,000	4,003,050	3,233,772
Total Liabilities and Fund Balance	$ 360,244	$ 1,223,701	$ 711,617	$ 1,413,518	$ 965,000	$ 4,674,080	$ 3,803,672

The notes to the financial statements are an integral part of this statement.

PITTSFIELD CHARTER TOWNSHIP
Special Revenue Funds
Combining Statement of Revenues, Expenditures and Changes in Fund Balance
For the Year Ended December 31, 2002
With Comparative Totals for the Year Ended December 31, 2001

	Refuse Collection	Public Safety	Parks & Recreation Millage	Building Department	Budget Stabilization	Total 2002	Total 2001
Revenues:							
Taxes	$ -	$ 920,388	$ 552,806	$ -	$ -	$ 1,473,194	$ 1,379,803
State Grants	-	-	421,048	-	-	421,048	80,807
Refuse Billings	589,121	-	-	-	-	589,121	570,330
Recycling Revenue	16,491	-	-	-	-	16,491	20,877
Permit Fees	-	-	-	427,800	-	427,800	573,675
Surcharge Revenue	-	136,788	-	-	-	136,788	115,668
Interest Earned	4,513	20,215	16,051	14,350	-	55,129	94,080
Other	2,313	-	51	-	-	2,364	1,070
Total Revenues	612,438	1,077,391	989,956	442,150	-	3,121,935	2,836,310
Expenditures:							
Sanitation	607,268	-	-	-	-	607,268	584,805
Public Safety	-	515,990	-	500,150	-	1,016,140	978,495
Parks & Recreation	-	-	168,020	-	-	168,020	101,133
Capital Outlay	-	446,635	1,038,898	18,301	-	1,503,834	563,239
Total Expenditures	607,268	962,625	1,206,918	518,451	-	3,295,262	2,227,672
Excess (Deficiency) of Revenues Over Expenditures	5,170	114,766	(216,962)	(76,301)	-	(173,327)	608,638
Other Financing Sources: Operating Transfers In	-	-	-	942,605	-	942,605	-
Excess (Deficiency) of Revenues and Other Financing Sources Over Expenditures	5,170	114,766	(216,962)	866,304	-	769,278	608,638
Fund Balance - January 1	289,157	1,078,932	833,753	66,930	965,000	3,233,772	2,625,134
Fund Balance - December 31	$ 294,327	$ 1,193,698	$ 616,791	$ 933,234	$ 965,000	$ 4,003,050	$ 3,233,772

The notes to the financial statements are an integral part of this statement.

PITTSFIELD CHARTER TOWNSHIP
Special Revenue Funds
Combining Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Year Ended December 31, 2002

	Refuse Collection			Public Safety		
	Final Budget	Actual	Variance-Favorable (Unfavor.)	Final Budget	Actual	Variance-Favorable (Unfavor.)
Revenues:						
Taxes	$ -	$ -	$ -	$ 928,229	$ 920,388	$ (7,841)
State Grants	-	-	-	-	-	-
Refuse Billings	640,000	589,121	(50,879)	-	-	-
Recycling Income	21,000	16,491	(4,509)	-	-	-
Permit Fees	-	-	-	-	-	-
Surcharge Revenue	-	-	-	100,000	136,788	36,788
Interest Earned	20,000	4,513	(15,487)	25,000	20,215	(4,785)
Other	-	2,313	2,313	-	-	-
Total Revenues	681,000	612,438	(68,562)	1,053,229	1,077,391	24,162
Expenditures:						
Sanitation	657,000	607,268	49,732	-	-	-
Public Safety	-	-	-	592,611	515,990	76,621
Parks & Recreation	-	-	-	-	-	-
Capital Outlay	-	-	-	530,425	446,635	83,790
Total Expenditures	657,000	607,268	49,732	1,123,036	962,625	160,411
Excess (Deficiency) of Revenues Over Expenditures	24,000	5,170	(18,830)	(69,807)	114,766	184,573
Other Financing Sources: Operating Transfer In	-	-	-	-	-	-
Excess (Deficiency) of Revenues and Other Financing Sources Over Expenditures	$ 24,000	5,170	$ (18,830)	$ (69,807)	114,766	$ 184,573
Fund Balance - January 1		289,157			1,078,932	
Fund Balance - December 31		$ 294,327			$ 1,193,698	

The notes to the financial statements are an integral part of this statement.

Parks & Recreation Millage			Building Department			Total		
Final Budget	Actual	Variance-Favorable (Unfavor.)	Final Budget	Actual	Variance-Favorable (Unfavor.)	Final Budget	Actual	Variance-Favorable (Unfavor.)
$ 557,520	$ 552,806	$ (4,714)	$ -	$ -	$ -	$ 1,485,749	$ 1,473,194	$ (12,555)
386,721	421,048	34,327	-	-	-	386,721	421,048	34,327
-	-	-	-	-	-	640,000	589,121	(50,879)
-	-	-	-	-	-	21,000	16,491	(4,509)
-	-	-	498,000	427,800	(70,200)	498,000	427,800	(70,200)
-	-	-	-	-	-	100,000	136,788	36,788
30,000	16,051	(13,949)	2,000	14,350	12,350	77,000	55,129	(21,871)
-	51	51	72,000	-	(72,000)	72,000	2,364	(69,636)
974,241	989,956	15,715	572,000	442,150	(129,850)	3,280,470	3,121,935	(158,535)
-	-	-	-	-	-	657,000	607,268	49,732
-	-	-	559,138	500,150	58,988	1,151,749	1,016,140	135,609
217,750	168,020	49,730	-	-	-	217,750	168,020	49,730
1,056,491	1,038,898	17,593	22,000	18,301	3,699	1,608,916	1,503,834	105,082
1,274,241	1,206,918	67,323	581,138	518,451	62,687	3,635,415	3,295,262	340,153
(300,000)	(216,962)	83,038	(9,138)	(76,301)	(67,163)	(354,945)	(173,327)	181,618
-	-	-	-	942,605	942,605	-	942,605	942,605
$ (300,000)	(216,962)	$ 83,038	$ (9,138)	866,304	$ 875,442	$ (354,945)	769,278	$ 1,124,223
	833,753			66,930			2,268,772	
	$ 616,791			$ 933,234			$ 3,038,050	

The notes to the financial statements are an integral part of this statement.

PITTSFIELD CHARTER TOWNSHIP
Refuse Collection Special Revenue Fund
Balance Sheet
December 31, 2002
With Comparative Amounts for December 31, 2001

	2002	2001
ASSETS		
Cash	$ 296,326	$ 284,356
Accounts Receivable	1,100	-
Due from Other Funds	62,818	61,858
Total Assets	$ 360,244	$ 346,214
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts Payable	$ 49,608	$ 48,223
Due to Other Funds	11,298	2,834
Deposits	5,011	6,000
Total Liabilities	65,917	57,057
Fund Balance:		
Reserved for Recycling	128,507	121,241
Unreserved, Undesignated	165,820	167,916
Total Fund Balance	294,327	289,157
Total Liabilities and Fund Balance	$ 360,244	$ 346,214

The notes to the financial statements are an integral part of this statement.

PITTSFIELD CHARTER TOWNSHIP
Refuse Collection Special Revenue Fund
Statement of Revenues, Expenditures, and Changes
in Fund Balance - Budget and Actual
For the Year Ended December 31, 2002
With Comparative Actual Amounts for the Year Ended December 31, 2001

	Final Budget	Actual	Variance-Favorable (Unfavor.)	Actual 2001
Revenues:				
Refuse Billings	$ 640,000	$ 589,121	$ (50,879)	$ 570,330
Recycling Income	21,000	16,491	(4,509)	20,877
Interest Earned	20,000	4,513	(15,487)	10,609
Other Income	-	2,313	2,313	-
Total Revenues	681,000	612,438	(68,562)	601,816
Expenditures:				
Salaries and Wages	120	118	2	418
Fringe Benefits	10	9	1	32
Contract Payments - Sanitation	620,000	586,598	33,402	572,629
Administration Charges	9,000	8,464	536	7,211
Printing and Publishing	5,000	55	4,945	284
Miscellaneous Expense	22,870	12,024	10,846	4,231
Total Expenditures	657,000	607,268	49,732	584,805
Excess (Deficiency) of Revenues Over Expenditures	$ 24,000	5,170	$ (18,830)	17,011
Fund Balance - January 1		289,157		272,146
Fund Balance - December 31		$ 294,327		$ 289,157

The notes to the financial statements are an integral part of this statement.

PITTSFIELD CHARTER TOWNSHIP
Public Safety Special Revenue Fund
Balance Sheet
December 31, 2002
With Comparative Amounts for December 31, 2001

	2002	2001
ASSETS		
Cash	$ 1,157,066	$ 1,072,500
Due from Other Funds	15,545	-
Due from County	45,510	30,676
Prepaid Expenditures	5,580	919
Total Assets	$ 1,223,701	$ 1,104,095
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts Payable	$ 2,572	$ 19
Accrued Liabilities	18,557	16,451
Due to Other Funds	8,874	8,693
Total Liabilities	30,003	25,163
Fund Balance:		
Designated for Public Safety	1,193,698	1,078,932
Total Liabilities and Fund Balance	$ 1,223,701	$ 1,104,095

The notes to the financial statements are an integral part of this statement.

PITTSFIELD CHARTER TOWNSHIP
Public Safety Special Revenue Fund
Statement of Revenues, Expenditures, and Changes
in Fund Balance - Budget and Actual
For the Year Ended December 31, 2002
With Comparative Actual Amounts for the Year Ended December 31, 2001

	Final Budget	Actual	Variance-Favorable (Unfavor.)	Actual 2001
Revenues:				
Taxes	$ 928,229	$ 920,388	$ (7,841)	$ 862,060
Surcharge Revenue	100,000	136,788	36,788	115,668
Interest Earned	25,000	20,215	(4,785)	39,737
Total Revenue	1,053,229	1,077,391	24,162	1,017,465
Expenditures:				
Salaries and Wages	398,246	385,148	13,098	361,849
Fringe Benefits	112,099	111,679	420	93,882
Uniforms	5,150	5,127	23	4,088
Training	2,000	-	2,000	-
Equipment Maintenance	69,616	10,032	59,584	11,496
Gas and Oil	3,500	2,316	1,184	2,673
Tax Refunds/MTT	2,000	1,688	312	25
Capital Outlay	530,425	446,635	83,790	-
Total Expenditures	1,123,036	962,625	160,411	474,013
Excess (Deficiency) of Revenues Over Expenditures	$ (69,807)	114,766	$ 184,573	543,452
Fund Balance - January 1		1,078,932		535,480
Fund Balance - December 31		$ 1,193,698		$ 1,078,932

The notes to the financial statements are an integral part of this statement.

PITTSFIELD CHARTER TOWNSHIP
Parks & Recreation Millage Special Revenue Fund
Balance Sheet
December 31, 2002
With Comparative Amounts for December 31, 2001

	2002	2001
ASSETS		
Cash	$ 509,544	$ 982,035
Due from Other Funds	2,382	-
Due from State	198,898	-
Prepaid Expenditures	793	-
Total Assets	$ 711,617	$ 982,035
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts Payable	$ 30,133	$ 103,899
Contracts Payable	63,571	43,368
Accrued Liabilities	1,105	998
Due to Other Funds	17	17
Total Liabilities	94,826	148,282
Fund Balance:		
Designated for Parks & Recreation	616,791	833,753
Total Liabilities and Fund Balance	$ 711,617	$ 982,035

The notes to the financial statements are an integral part of this statement.

PITTSFIELD CHARTER TOWNSHIP
Parks & Recreation Millage Special Revenue Fund
Statement of Revenues, Expenditures, and Changes
in Fund Balance - Budget and Actual
For the Year Ended December 31, 2002
With Comparative Actual Amounts for the Year Ended December 31, 2001

	Final Budget	Actual	Variance-Favorable (Unfavor.)	Actual 2001
Revenues:				
Taxes	$ 557,520	$ 552,806	$ (4,714)	$ 517,743
State Grants	386,721	421,048	34,327	80,807
Interest Earned	30,000	16,051	(13,949)	42,675
Reimbursements	-	51	51	1,070
Total Revenue	974,241	989,956	15,715	642,295
Expenditures:				
Salaries and Wages	56,500	53,654	2,846	38,344
Fringe Benefits	15,000	13,165	1,835	5,980
Professional Services	111,100	95,936	15,164	50,960
Tax Refunds/MTT	1,200	1,014	186	14
Miscellaneous Expense	33,950	4,251	29,699	5,835
Capital Outlay	1,056,491	1,038,898	17,593	559,917
Total Expenditures	1,274,241	1,206,918	67,323	661,050
Excess (Deficiency) of Revenues Over Expenditures	$ (300,000)	(216,962)	$ 83,038	(18,755)
Fund Balance - January 1		833,753		852,508
Fund Balance - December 31		$ 616,791		$ 833,753

The notes to the financial statements are an integral part of this statement.

PITTSFIELD CHARTER TOWNSHIP
Building Department Special Revenue Fund
Balance Sheet
December 31, 2002
With Comparative Amounts for December 31, 2001

	2002	2001
ASSETS		
Cash	$ 174,641	$ 123,416
Due from Other Funds	1,234,133	282,792
Prepaid Expenditures	4,744	120
Total Assets	$ 1,413,518	$ 406,328
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts Payable	$ 10,194	$ 4,485
Accrued Liabilities	1,347	-
Due to Other Funds	468,743	334,913
Total Liabilities	480,284	339,398
Fund Balance:		
Designated for Building Department	933,234	66,930
Total Liabilities and Fund Balance	$ 1,413,518	$ 406,328

The notes to the financial statements are an integral part of this statement.

PITTSFIELD CHARTER TOWNSHIP
Building Department Special Revenue Fund
Statement of Revenues, Expenditures, and Changes
in Fund Balance - Budget and Actual
For the Year Ended December 31, 2002
With Comparative Actual Amounts for the Year Ended December 31, 2001

	Final Budget	Actual	Variance-Favorable (Unfavor.)	Actual 2001
Revenues:				
Permit Fees	$ 498,000	$ 427,800	$ (70,200)	$ 573,675
Interest Earned	2,000	14,350	12,350	1,059
Other	72,000	-	(72,000)	-
Total Revenues	572,000	442,150	(129,850)	574,734
Expenditures:				
Salaries and Wages	223,688	205,373	18,315	208,178
Fringe Benefits	69,550	69,525	25	69,141
Operating Supplies	8,150	8,127	23	7,002
Contractual Services	62,300	57,369	4,931	57,385
Professional Fees	10,900	9,095	1,805	6,033
Communications	1,500	612	888	-
Vehicle Maintenance & Repairs	4,500	3,676	824	3,885
Gas & Oil	2,200	2,183	17	2,871
Insurance	13,200	13,121	79	11,444
Membership & Dues	1,200	810	390	955
Schooling/Seminars/Conferences	5,200	538	4,662	1,428
Administration Charges	155,000	129,636	25,364	136,035
Miscellaneous Expense	1,750	85	1,665	125
Capital Outlay	22,000	18,301	3,699	3,322
Total Expenditures	581,138	518,451	62,687	507,804
Excess (Deficiency) of Revenues Over Expenditures	(9,138)	(76,301)	(67,163)	66,930
Other Financing Sources: Operating Transfer In	-	942,605	942,605	-
Excess (Deficiency) of Revenues and Other Financing Sources Over Expenditures	$ (9,138)	866,304	$ 875,442	66,930
Fund Balance - January 1		66,930		-
Fund Balance - December 31		$ 933,234		$ 66,930

The notes to the financial statements are an integral part of this statement.

DEBT SERVICE FUNDS

Building Authority Fund

To account for the accumulation of resources for, and the payment of the current portion of the Building Authority revenue bonds principal and interest.

Drains At Large Fund

To account for the accumulation of resources for, and the payment of the current portion of the Pittsfield-Ann Arbor Drain assessment and the Upper Paint Creek Storm Drain general obligation bonds principal and interest.

Special Assessment Funds

To account for the accumulation of resources for, and the payment of the current portion of the Special Assessment bonds principal and interest.

PITTSFIELD CHARTER TOWNSHIP
Debt Service Funds
Combining Balance Sheet
December 31, 2002
With Comparative Totals for December 31, 2001

	Building Authority	Drains At Large	Special Assess-ments	Total 2002	Total 2001
ASSETS					
Cash	$ 309	$ 94,496	$ 6,291,169	$ 6,385,974	$ 5,703,522
Interest Receivable	-	-	15,490	15,490	98,237
Special Assessments Receivable	-	-	3,905,360	3,905,360	5,518,419
Total Assets	$ 309	$ 94,496	$ 10,212,019	$ 10,306,824	$ 11,320,178
LIABILITIES AND FUND BALANCE					
Liabilities:					
Deferred Revenue	$ -	$ -	$ 3,905,360	$ 3,905,360	$ 5,518,418
Other	-	-	36,925	36,925	36,925
Total Liabilities	-	-	3,942,285	3,942,285	5,555,343
Fund Balance:					
Reserved for Debt Service	309	94,496	6,269,734	6,364,539	5,764,835
Total Liabilities and Fund Balance	$ 309	$ 94,496	$ 10,212,019	$ 10,306,824	$ 11,320,178

The notes to the financial statements are an integral part of this statement.

PITTSFIELD CHARTER TOWNSHIP
Debt Service Funds
Combining Statement of Revenues, Expenditures and Changes in Fund Balance
For the Year Ended December 31, 2002
With Comparative Totals for the Year Ended December 31, 2001

	Building Authority	Drains At Large	Special Assess-ments	Total 2002	Total 2001
Revenues:					
Property Taxes	$ -	$ 91,749	$ -	$ 91,749	$ 96,306
Special Assessments	-	-	1,879,663	1,879,663	1,572,239
Interest Earned	-	1,458	164,163	165,621	294,418
Total Revenues	-	93,207	2,043,826	2,137,033	1,962,963
Expenditures:					
Debt Service	-	92,584	1,994,989	2,087,573	2,111,339
Administrative	-	-	-	-	112,833
Total Expenditures	-	92,584	1,994,989	2,087,573	2,224,172
Excess (Deficiency) of Revenues Over Expenditures	-	623	48,837	49,460	(261,209)
Other Financing Sources: Transfers In	-	-	550,244	550,244	20,392
Excess (Deficiency) of Revenues and Other Financing Sources Over Expenditures	-	623	599,081	599,704	(240,817)
Fund Balance - January 1	309	93,873	5,670,653	5,764,835	6,005,652
Fund Balance - December 31	$ 309	$ 94,496	$ 6,269,734	$ 6,364,539	$ 5,764,835

The notes to the financial statements are an integral part of this statement.

PITTSFIELD CHARTER TOWNSHIP
Special Assessment Debt Service Funds
Combining Balance Sheet
December 31, 2002
With Comparative Totals for December 31, 2001

	1990 Roads	1991 Water & Sewer	1992 Roads	1993 Roads	1994 Roads	Textile Road Water	Crane/ Munger Roads
ASSETS							
Cash in Bank and Investments	$ 530,418	$ 4,030,217	$ 245,192	$ 200,325	$ 101,888	$ 90,695	$ 81,470
Interest Receivable	1,442	9,825	577	504	289	202	216
Special Assessments Receivable:							
Current	163,478	54,240	-	40,576	15,761	53,762	38,145
Future Billings	268,483	150,567	-	346	13,881	231,479	31,859
Total Assets	$ 963,821	$ 4,244,849	$ 245,769	$ 241,751	$ 131,819	$ 376,138	$ 151,690
LIABILITIES AND FUND BALANCE							
Liabilities:							
Deferred Revenue	$ 431,961	$ 204,807	$ -	$ 40,922	$ 29,642	$ 285,241	$ 70,004
Other	36,925	-	-	-	-	-	-
Total Liabilities	468,886	204,807	-	40,922	29,642	285,241	70,004
Fund Balance:							
Reserved For Debt Service	494,935	4,040,042	245,769	200,829	102,177	90,897	81,686
Total Liabilities and Fund Balance	$ 963,821	$ 4,244,849	$ 245,769	$ 241,751	$ 131,819	$ 376,138	$ 151,690

The notes to the financial statements are an integral part of this statement.

Hines Sewer	Munger Road	Waters Road	Carpenter Road Drain	Ellsworth Road East	Waters Place Road	Munger Road 2001	Ann Arbor/ Waters Road	Total 2002	Total 2001
$ 53,983	$ 50,374	$ 407,674	$ 210,638	$ 107,296	$ 33,576	$ 129,240	$ 18,183	$ 6,291,169	$ 5,609,340
144	130	1,081	432	288	86	231	43	15,490	98,237
9,595	26,067	60,791	104,100	35,167	109,290	96,637	41,908	849,517	1,053,692
7,973	40,409	106,934	690,705	102,335	708,671	486,201	216,000	3,055,843	4,464,727
$ 71,695	$ 116,980	$ 576,480	$ 1,005,875	$ 245,086	$ 851,623	$ 712,309	$ 276,134	$ 10,212,019	$ 11,225,996
$ 17,568	$ 66,476	$ 167,725	$ 794,805	$ 137,502	$ 817,961	$ 582,838	$ 257,908	$ 3,905,360	$ 5,518,418
-	-	-	-	-	-	-	-	36,925	36,925
17,568	66,476	167,725	794,805	137,502	817,961	582,838	257,908	3,942,285	5,555,343
54,127	50,504	408,755	211,070	107,584	33,662	129,471	18,226	6,269,734	5,670,653
$ 71,695	$ 116,980	$ 576,480	$ 1,005,875	$ 245,086	$ 851,623	$ 712,309	$ 276,134	$ 10,212,019	$ 11,225,996

The notes to the financial statements are an integral part of this statement.

PITTSFIELD CHARTER TOWNSHIP
Special Assessment Debt Service Funds
Combining Statement of Revenues, Expenditures and Changes in Fund Balance
For the Year Ended December 31, 2002
With Comparative Totals for the Year Ended December 31, 2001

	1990 Roads	1991 Water & Sewer	1992 Roads	1993 Roads	1994 Roads	Textile Road Water	Crane/ Munger Roads
Revenues:							
Special Assessment Tax Levy	$ 175,358	$ 167,706	$ 60,742	$ 44,554	$ 17,537	$ 61,003	$ 43,618
Assessments Paid in Full	4,734	664,106	-	1,633	1,022	26,161	2,316
Interest Earned	14,755	110,107	4,964	5,520	3,454	1,696	1,931
Total Revenues	194,847	941,919	65,706	51,707	22,013	88,860	47,865
Expenditures:							
Principal Retirement	225,000	425,000	145,000	125,000	55,000	55,000	47,278
Interest	41,063	261,720	3,625	5,906	8,910	15,745	10,638
Paying Agent Fees	964	800	675	675	675	300	456
Miscellaneous	-	-	-	-	-	-	-
Total Expenditures	267,027	687,520	149,300	131,581	64,585	71,045	58,372
Excess (Deficiency) of Revenues Over Expenditures	(72,180)	254,399	(83,594)	(79,874)	(42,572)	17,815	(10,507)
Other Financing Sources: Transfer In	58,913	141,209	87,874	20,582	-	-	30,402
Excess (Deficiency) of Revenues and Other Financing Sources Over Expenditures	(13,267)	395,608	4,280	(59,292)	(42,572)	17,815	19,895
Fund Balance - January 1	508,202	3,644,434	241,489	260,121	144,749	73,082	61,791
Fund Balance - December 31	$ 494,935	$ 4,040,042	$ 245,769	$ 200,829	$ 102,177	$ 90,897	$ 81,686

The notes to the financial statements are an integral part of this statement.

Hines Sewer	Munger Road	Waters Road	Carpenter Road Drain	Ellsworth Road East	Waters Place Road	Munger Road 2001	Ann Arbor/ Waters Road	Total 2002	Total 2001
$ 10,406	$ 30,040	$ 71,560	$ 110,444	$ 41,408	$ 113,154	$ 76,266	$ 29,760	$ 1,053,556	$ 1,075,395
-	2,453	17,913	22,471	15,491	-	67,807	-	826,107	496,844
1,247	1,226	9,130	4,386	2,257	1,009	2,076	405	164,163	290,940
11,653	33,719	98,603	137,301	59,156	114,163	146,149	30,165	2,043,826	1,863,179
22,722	25,000	110,000	88,600	50,000	65,000	-	-	1,438,600	1,413,600
5,112	6,727	17,710	56,040	16,790	45,524	40,950	12,690	549,150	594,148
219	675	675	-	300	275	275	275	7,239	6,689
-	-	-	-	-	-	-	-	-	112,833
28,053	32,402	128,385	144,640	67,090	110,799	41,225	12,965	1,994,989	2,127,270
(16,400)	1,317	(29,782)	(7,339)	(7,934)	3,364	104,924	17,200	48,837	(264,091)
33,908	5,766	151,745	19,845	-	-	-	-	550,244	20,392
17,508	7,083	121,963	12,506	(7,934)	3,364	104,924	17,200	599,081	(243,699)
36,619	43,421	286,792	198,564	115,518	30,298	24,547	1,026	5,670,653	5,914,352
$ 54,127	$ 50,504	$ 408,755	$ 211,070	$ 107,584	$ 33,662	$ 129,471	$ 18,226	$ 6,269,734	$ 5,670,653

The notes to the financial statements are an integral part of this statement.

CAPITAL PROJECTS FUNDS

1990 Roads
To account for construction of Oak Valley Drive Improvements financed by special assessment bond proceeds.

1991 Water and Sewer
To account for various water and sewer improvements financed by special assessment bond proceeds.

1992 Roads
To account for construction of various road improvement projects.

1993 Roads
To account for construction of Lohn Road North improvements financed by special assessment bond proceeds.

1994 Roads
To account for construction of Ellsworth Road West improvements financed by special assessment bond proceeds.

Crane/Munger Roads
To account for construction of Crane/Munger Roads improvements financed by special assessment bond proceeds.

Hines Sewer
To account for construction of the Hines Sanitary Sewer financed by special assessment bond proceeds.

Munger Road
To account for construction of Munger Road improvements financed by special assessment bond proceeds.

Waters Road
To account for construction of Waters Road improvements financed by special assessment bond proceeds.

Public Safety Renovation
To account for renovations of the public safety building and grounds.

Textile Road Water
To account for construction of the Textile Road water main extension financed by special assessment bond proceeds.

Waters Place Road
To account for construction of Waters Place Road improvements financed by special assessment bond proceeds.

Munger Road 2001
To account for construction of Munger Road improvements financed by special assessment bond proceeds.

Ann Arbor/Waters Road
To account for construction of improvements to the Ann Arbor-Saline Road and Waters/Lohr Road intersection financed by special assessment bond proceeds.

PITTSFIELD CHARTER TOWNSHIP
Capital Projects Funds
Combining Balance Sheet
December 31, 2002
With Comparative Totals for December 31, 2001

	1990 Roads	1991 Water & Sewer	1992 Roads	1993 Roads	1994 Roads	Crane/ Munger Roads	Hines Sewer
ASSETS							
Cash	$ -	$ -	$ -	$ -	$ 23,888	$ -	$ -
Special Assessment Receivable	-	-	-	-	219	-	-
Due from Other Funds	-	-	-	-	-	-	-
Total Assets	$ -	$ -	$ -	$ -	$ 24,107	$ -	$ -
LIABILITIES AND FUND BALANCE							
Liabilities:							
Accounts Payable	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Contracts Payable	-	-	-	-	-	-	-
Due to Other Funds	-	-	-	-	-	-	-
Deposits	-	-	-	-	816	-	-
Deferred Revenue	-	-	-	-	219	-	-
Total Liabilities	-	-	-	-	1,035	-	-
Fund Balance:							
Reserved for Construction	-	-	-	-	23,072	-	-
Total Liabilities and Fund Balance	$ -	$ -	$ -	$ -	$ 24,107	$ -	$ -

The notes to the financial statements are an integral part of this statement.

Waters Place	Munger Road	Textile Road Water	Waters Road	Public Safety Renovation	Munger Road 2001	Ann Arbor/ Waters Road	Total 2002	Total 2001
$ 3,896	$ -	$ 29,702	$ -	$ -	$ 624,255	$ 4,044	$ 685,785	$ 1,211,434
-	-	-	-	-	-	-	219	2,343
-	-	-	-	15,031	-	-	15,031	15,031
$ 3,896	$ -	$ 29,702	$ -	$ 15,031	$ 624,255	$ 4,044	$ 701,035	$ 1,228,808
$ -	$ -	$ -	$ -	$ -	$ 225,161	$ -	$ 225,161	$ -
-	-	-	-	15,031	-	-	15,031	15,031
-	-	-	-	-	-	-	-	1,600
-	-	-	-	-	-	-	816	21,287
-	-	-	-	-	-	-	219	2,343
-	-	-	-	15,031	225,161	-	241,227	40,261
3,896	-	29,702	-	-	399,094	4,044	459,808	1,188,547
$ 3,896	$ -	$ 29,702	$ -	$ 15,031	$ 624,255	$ 4,044	$ 701,035	$ 1,228,808

The notes to the financial statements are an integral part of this statement.

PITTSFIELD CHARTER TOWNSHIP
Capital Projects Funds
Combining Statement of Revenues, Expenditures and Changes in Fund Balance
For the Year Ended December 31, 2002
With Comparative Totals for the Year Ended December 31, 2001

	1990 Roads	1991 Water & Sewer	1992 Roads	1993 Roads	1994 Roads	Crane/ Munger Roads	Hines Sewer
Revenues:							
Interest Income	$ -	$ 361	$ 225	$ 53	$ 369	$ (243)	$ 11
Other Revenues	-	15,000	-	-	134	-	-
Total Revenues	-	15,361	225	53	503	(243)	11
Expenditures:							
Construction in Progress	-	-	-	-	-	-	-
Legal	-	-	-	-	-	-	-
Bond Issue Cost	-	-	-	-	-	-	-
Total Expenditures	-	-	-	-	-	-	-
Excess (Deficiency) of Revenues over Expenditures	-	15,361	225	53	503	(243)	11
Other Financing Sources (Uses):							
Proceeds from Long-Term Debt	-	-	-	-	-	-	-
Transfers Out	(58,913)	(141,209)	(87,874)	(20,582)	-	(30,402)	(33,908)
Total Other Financing Sources (Uses	(58,913)	(141,209)	(87,874)	(20,582)	-	(30,402)	(33,908)
Excess (Deficiency) of Revenues and Other Financing Sources (Uses) Over Expenditures	(58,913)	(125,848)	(87,649)	(20,529)	503	(30,645)	(33,897)
Fund Balance - January 1	58,913	125,848	87,649	20,529	22,569	30,645	33,897
Fund Balance - December 31	$ -	$ -	$ -	$ -	$ 23,072	$ -	$ -

The notes to the financial statements are an integral part of this statement.

Waters Place	Munger Road	Textile Road Water	Waters Road	Public Safety Renovation	Munger Road 2001	Ann Arbor/ Waters Road	Total 2002	Total 2001
$ 60	$ 285	$ 459	$ 388	$ -	$ 9,655	$ 64	$ 11,687	$ 24,714
-	-	-	-	-	-	-	15,134	142
60	285	459	388	-	9,655	64	26,821	24,856
-	-	-	-	-	225,161	-	225,161	316,303
-	-	-	-	-	-	-	-	15,214
-	-	-	-	-	-	-	-	25,469
-	-	-	-	-	225,161	-	225,161	356,986
60	285	459	388	-	(215,506)	64	(198,340)	(332,130)
-	-	-	-	-	-	-	-	965,950
-	(5,766)	-	(151,745)	-	-	-	(530,399)	-
-	(5,766)	-	(151,745)	-	-	-	(530,399)	965,950
60	(5,481)	459	(151,357)	-	(215,506)	64	(728,739)	633,820
3,836	5,481	29,243	151,357	-	614,600	3,980	1,188,547	554,727
$ 3,896	$ -	$ 29,702	$ -	$ -	$ 399,094	$ 4,044	$ 459,808	$ 1,188,547

The notes to the financial statements are an integral part of this statement.

Water and Sewer Fund

This fund was established to account for the activities associated with providing water and sewer services to the residents of Pittsfield Charter Township. All activities necessary to provide such services are accounted for in this fund, including, but not limited to, administrative, operations, maintenance, financing and related debt service, and billing and collection.

PITTSFIELD CHARTER TOWNSHIP
Water and Sewer Fund
Balance Sheet
December 31, 2002
With Comparative Amounts for December 31, 2001

	2002	2001
ASSETS		
Current Assets:		
Cash on Deposit and Temporary Investments:		
Receiving Fund	$ 2,690,257	$ 1,746,293
Brookside Water Operating	3,192	1,505
Accounts Receivable	37,951	40,158
Accounts Receivable - Other	588,957	296,158
Accrued Interest Receivable	21,768	173,120
Due from Other Funds	25,470	6,485
Due from Other Units	112,050	738,750
Due from Developers	-	123,366
Inventory	91,496	113,408
Prepaid Expense	6,280	430
Total Current Assets	3,577,421	3,239,673
Restricted Assets:		
Cash on Deposit and Temporary Investments:		
Capital Improvement Fund	9,477,721	8,775,605
Utilities Replacement Account	726,169	714,937
Total Restricted Assets	10,203,890	9,490,542
Property, Plant and Equipment	21,451,818	21,016,060
Less: Accumulated Depreciation	(7,381,054)	(6,894,952)
Net Property, Plant and Equipment	14,070,764	14,121,108
Total Assets	$ 27,852,075	$ 26,851,323

The notes to the financial statements are an integral part of this statement.

	2002	2001
LIABILITIES AND FUND EQUITY		
Liabilities:		
Current Liabilities (Payable from Current Assets):		
Accounts Payable	$ 1,188,949	$ 1,222,296
Contracts Payable	33,287	34,316
Accrued Payroll	12,796	9,687
Due to Other Funds	67,669	60,319
Due to County	1,618	1,618
Due to Other Governmental Units	53,002	50,382
Total Current Liabilities (Payable from Current Assets)	1,357,321	1,378,618
Current Liabilities (Payable from Restricted Assets):		
Huron Utilities Authority Bonds Payable	110,000	110,000
Note Payable	206,946	197,106
Total Current Liabilities (Payable from Restricted Assets)	316,946	307,106
Long-Term Liabilities (Payable from Restricted Assets):		
Huron Utilities Authority Debt (Net of Unamortized Discount of $20,312)	1,369,688	1,477,750
Note Payable (Net of Current Portion)	684,915	891,861
Total Long-Term Liabilities (Payable from Restricted Assets)	2,054,603	2,369,611
Total Liabilities	3,728,870	4,055,335
Fund Equity:		
Contributed Capital - Customers and Subdividers	22,514,134	21,681,329
Retained Earnings:		
Reserved for Capital Improvements	150,984	130,593
Unreserved	1,458,087	984,066
Total Retained Earnings	1,609,071	1,114,659
Total Fund Equity	24,123,205	22,795,988
Total Liabilities and Fund Equity	$ 27,852,075	$ 26,851,323

The notes to the financial statements are an integral part of this statement.

PITTSFIELD CHARTER TOWNSHIP
Water and Sewer Fund
Statement of Revenues, Expenses and Changes in Retained Earnings
For the Year Ended December 31, 2002
With Comparative Amounts for the Year Ended December 31, 2001

	2002	2001
Operating Revenues:		
Water Billings	$ 2,894,029	$ 1,970,996
Sewer Billings	3,454,879	2,455,932
Forfeited Discounts	102,197	70,628
Reimbursed Expenses	19,697	16,285
Inspections and Other	216,883	173,305
Total Operating Revenues	6,687,685	4,687,146
Operating Expenses:		
Water Purchased	1,847,887	1,625,492
Sewage Treatment Purchased	2,841,585	2,474,819
Billing, Collecting and Administration (Personnel Services)	479,737	402,196
Repairs and Maintenance	307,215	380,271
Operating Expenses - Brookside System	5,715	8,413
Engineering Expense	105,646	81,116
Legal and Other Professional Expense	32,474	41,669
Audit and Accounting Expense	10,897	10,845
Reimbursed Expenses	13,750	13,750
Insurance	35,052	29,372
Office and Operating Supplies	30,546	26,594
Uniforms, Mileage and Truck Expense	32,756	21,064
Utilities	83,268	79,746
Miscellaneous Expense	24,825	17,132
Total Operating Expenses	5,851,353	5,212,479
Operating Income (Loss) Before Depreciation Expense	836,332	(525,333)
Depreciation Expense	486,102	404,364
Operating Income (Loss)	350,230	(929,697)
Nonoperating Revenues (Expenses):		
Interest Earned on Investments	290,724	589,808
Interest Expense on Debt	(146,542)	(60,450)
Total Nonoperating Revenues (Expenses)	144,182	529,358
Net Income (Loss) for the Year	494,412	(400,339)
Retained Earnings - January 1	1,114,659	1,514,998
Retained Earnings - December 31	$ 1,609,071	$ 1,114,659

The notes to the financial statements are an integral part of this statement.

PITTSFIELD CHARTER TOWNSHIP
Water and Sewer Fund
Statement of Cash Flows
For the Year Ended December 31, 2002
With Comparative Amounts for the Year Ended December 31, 2001

	2002	2001
Cash Flows from Operating Activities:		
Operating Income (Loss)	$ 350,230	$ (929,697)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:		
Depreciation and Amortization	488,040	405,364
Decrease/(Increase) in Accounts Receivable	(290,592)	146,031
Decrease/(Increase) in Due from Developers	123,366	(67,805)
Decrease/(Increase) in Prepaid Expense	(5,850)	2,919
Decrease/(Increase) in Inventory	21,912	(804)
Decrease/(Increase) in Accrued Interest Receivable	151,352	115,745
Decrease/(Increase) in Due from Other Funds	(18,985)	-
Decrease/(Increase) in Due from Other Governmental Units	626,700	-
(Decrease)/Increase in Accounts Payable	(33,347)	554,751
(Decrease)/Increase in Contracts Payable	(1,029)	16,171
(Decrease)/Increase in Accrued Payroll	3,109	1,060
(Decrease)/Increase in Due to Other Funds	7,350	1,718
(Decrease)/Increase in Due to Other Governmental Units	2,620	18,690
Net Cash Provided (Used) by Operating Activities	1,424,876	264,143
Cash Flows From Capital and Related Financing Activities:		
Principal Payments	(307,106)	(55,000)
Interest Paid	(146,542)	(60,450)
Installment Loan	-	1,088,967
Capital Contributions	832,805	599,454
Purchases of Property and Equipment	(435,758)	(2,202,710)
Net Cash Used by Capital and Related Financing Activities	(56,601)	(629,739)
Cash Flows from Investing Activities:		
Interest Received	290,724	589,808
Net Increase (Decrease) in Cash and Cash Equivalents	1,658,999	224,212
Cash and Cash Equivalents - January 1	11,238,340	11,014,128
Cash and Cash Equivalents - December 31	$ 12,897,339	$ 11,238,340
Balance Sheet Classification of Cash and Cash Equivalents:		
Cash on Deposit and Temporary Investments:		
Receiving Fund	$ 2,690,257	$ 1,746,293
Brookside Water Operating	3,192	1,505
Restricted Assets	10,203,890	9,490,542
Total	$ 12,897,339	$ 11,238,340

The notes to the financial statements are an integral part of this statement.

PITTSFIELD CHARTER TOWNSHIP
Water and Sewer Fund
Schedule of Income Available for Debt Retirement
For the Year Ended December 31, 2002
With Comparative Amounts for the Year Ended December 31, 2001

	2002	2001
Net Income (Loss) per Statement of Operations	$ 494,412	$ (400,339)
Add: Depreciation	486,102	404,364
Interest on Debt	146,542	60,450
Income Available for Debt Retirement	1,127,056	64,475
Debt Requirements:		
Contract and Bond Principal	307,106	55,000
Contract and Bond Interest	146,542	60,450
Total Debt Requirements	453,648	115,450
Excess (Deficiency) of Income over Debt Requirements	$ 673,408	$ (50,975)

The notes to the financial statements are an integral part of this statement.

AGENCY FUNDS

Current Tax Collection Agency Fund

The Township, acting primarily as a collection agent for other governmental agencies, records tax collections and other funds received and their distribution to the proper parties.

Receiving Agency Fund

This fund records monies received and their distribution to the proper funds.

Payroll Agency Fund

This fund, with the Township acting in the capacity of a payroll agent, records monies received and the distribution of payroll and associated withholdings to the Township employees and other agencies.

Performance Bonds Agency Fund

This fund records the collection and disbursement of performance bonds and deposits.

PITTSFIELD CHARTER TOWNSHIP
Agency Funds
Combining Balance Sheet
December 31, 2002
With Comparative Totals for December 31, 2001

	Current Tax Collection	Receiving	Payroll	Performance Bonds
ASSETS				
Cash	$ 6,176,801	$ 13,375	$ 184,432	$ 283,017
LIABILITIES				
Due to Other Funds	$ -	$ 1,889	$ 184,432	$ 124
Due Primarily to Other Taxing Units	6,176,801	508	-	-
Refunds	-	10,978	-	-
Bonds and Deposits	-	-	-	282,893
Total Liabilities	$ 6,176,801	$ 13,375	$ 184,432	$ 283,017

The notes to the financial statements are an integral part of this statement.

Total	
2002	2001
$ 6,657,625	$ 6,979,660
$ 186,445	$ 3,602
6,177,309	6,591,584
10,978	5,906
282,893	378,568
$ 6,657,625	$ 6,979,660

The notes to the financial statements are an integral part of this statement.

PITTSFIELD CHARTER TOWNSHIP
Combining Statement of Changes in Assets and Liabilities
All Agency Funds
For the Year Ended December 31, 2002

	Balance January 1, 2002	Additions	Deductions	Balance December 31, 2002
ASSETS				
Cash	$ 6,979,660	$ 53,888,821	$ 54,210,856	$ 6,657,625
LIABILITIES				
Due to Other Funds	$ 3,602	$ 183,121	$ 278	$ 186,445
Due Primarily to Other Taxing Units	6,591,584	53,079,467	53,493,742	6,177,309
Refunds	5,906	382,017	376,945	10,978
Bonds and Deposits	378,568	244,216	339,891	282,893
Total Liabilities	$ 6,979,660	$ 53,888,821	$ 54,210,856	$ 6,657,625

The notes to the financial statements are an integral part of this statement.

PITTSFIELD CHARTER TOWNSHIP
Statement of Changes in Assets and Liabilities
For the Year Ended December 31, 2002

Current Tax Collection Agency Fund

	Balance January 1, 2002	Additions	Deductions	Balance December 31, 2002
ASSETS				
Cash	$ 6,591,119	$ 53,079,424	$ 53,493,742	$ 6,176,801
LIABILITIES				
Due to Other Units	$ 6,591,119	$ 53,079,424	$ 53,493,742	$ 6,176,801

Receiving Agency Fund

	Balance January 1, 2002	Additions	Deductions	Balance December 31, 2002
ASSETS				
Cash	$ 6,410	$ 383,910	$ 376,945	$ 13,375
LIABILITIES				
Due to Other Funds	$ 39	$ 1,850	$ -	$ 1,889
Due Primarily to Other Taxing Units	465	43	-	508
Refunds	5,906	382,017	376,945	10,978
Total Liabilities	$ 6,410	$ 383,910	$ 376,945	$ 13,375

The notes to the financial statements are an integral part of this statement.

PITTSFIELD CHARTER TOWNSHIP
Statement of Changes in Assets and Liabilities
For the Year Ended December 31, 2002

Payroll Agency Fund

	Balance January 1, 2002	Additions	Deductions	Balance December 31, 2002
ASSETS				
Cash	$ 3,404	$ 181,028	$ -	$ 184,432
LIABILITIES				
Due to Other Funds	$ 3,404	$ 181,028	$ -	$ 184,432

Performance Bonds Agency Fund

	Balance January 1, 2002	Additions	Deductions	Balance December 31, 2002
ASSETS				
Cash	$ 378,727	$ 244,459	$ 340,169	$ 283,017
LIABILITIES				
Due to General Fund	$ 159	$ 243	$ 278	$ 124
Bonds and Deposits	378,568	244,216	339,891	282,893
Total Liabilities	$ 378,727	$ 244,459	$ 340,169	$ 283,017

The notes to the financial statements are an integral part of this statement.

GENERAL FIXED ASSETS ACCOUNT GROUP

The General Fixed Assets Account Group represents accumulated expenditures by Pittsfield Charter Township for capital assets and improvements of long life which are not accounted for in the proprietary fund operations. Included are buildings, land, vehicles, furniture and equipment and other items. No provision has been made for depreciation nor has any loss in value, which may have occurred since acquisition, been recognized in the accounts.

The excluded proprietary assets of the Enterprise Fund are depreciated under the straight-line method over their useful lives and the fixed assets are reported on the Water and Sewer Fund balance sheet.

PITTSFIELD CHARTER TOWNSHIP
General Fixed Assets Account Group
Schedule of General Fixed Assets By Source
December 31, 2002
With Comparative Amounts for December 31, 2001

	2002	2001
General Fixed Assets		
Land	$ 12,406,681	$ 1,096,942
Buildings	6,107,396	6,107,396
Improvements Other than Buildings	2,501,177	1,318,482
Machinery and Equipment	6,822,724	6,066,066
Total General Fixed Assets	$ 27,837,978	$ 14,588,886
Investment in General Fixed Assets By Source		
General Fund	$ 21,453,590	$ 9,811,524
Special Revenue Funds	6,384,388	4,777,362
Total Investment in General Fixed Assets By Source	$ 27,837,978	$ 14,588,886

The notes to the financial statements are an integral part of this statement.

PITTSFIELD CHARTER TOWNSHIP
General Fixed Assets Account Group
Schedule of General Fixed Assets - By Function and Activity
December 31, 2002

Function and Activity	Land	Buildings	Improvements Other than Buildings	Machinery and Equipment	Total
General Government:					
Township Board	$ 11,455,270	$ -	$ 5,283	$ 23,550	$ 11,484,103
Supervisor	-	-	-	60,179	60,179
Elections	-	-	-	80,022	80,022
Accounting	-	-	-	12,838	12,838
Assessor	-	-	-	54,698	54,698
Clerk	-	-	-	84,436	84,436
Personnel	-	-	-	10,871	10,871
Purchasing	-	-	-	3,016	3,016
Administration	-	-	4,176	183,040	187,216
Treasurer	-	-	-	74,016	74,016
Network Administration	-	-	-	14,536	14,536
Building and Grounds	-	17,350	20,478	8,583	46,411
Township Hall	-	471,336	-	-	471,336
Total General Government	11,455,270	488,686	29,937	609,785	12,583,678
Public Safety:					
Police	-	59,143	-	1,953,630	2,012,773
Fire	128,075	1,138,236	40,585	765,877	2,072,773
Total Public Safety	128,075	1,197,379	40,585	2,719,507	4,085,546
Parks and Recreation	721,480	38,469	2,391,655	465,232	3,616,836
Public Safety - Millage	-	19,695	-	2,296,455	2,316,150
Building Department	-	265,636	-	185,766	451,402
Administrative Building	-	2,286,863	-	211,684	2,498,547
Public Safety Renovation	-	752,208	-	-	752,208
Fire Station No. 3	-	1,058,460	-	-	1,058,460
Historical Commission	-	-	39,000	481	39,481
Other	101,856	-	-	333,814	435,670
Total General Fixed Assets	$ 12,406,681	$ 6,107,396	$ 2,501,177	$ 6,822,724	$ 27,837,978

The notes to the financial statements are an integral part of this statement.

PITTSFIELD CHARTER TOWNSHIP
General Fixed Assets Account Group
Schedule of Changes in General Fixed Assets - By Function and Activity
For the Year Ended December 31, 2002

Function and Activity	Balance January 1, 2002	Additions	Deductions	Balance December 31, 2002
General Government:				
Township Board	$ 174,364	$ 11,309,739	$ -	$ 11,484,103
Supervisor	59,804	375	-	60,179
Elections	77,125	2,897	-	80,022
Accounting	11,559	1,279	-	12,838
Assessor	54,498	200	-	54,698
Clerk	82,410	2,026	-	84,436
Personnel	7,861	3,010	-	10,871
Purchasing	3,016	-	-	3,016
Administration	187,216	-	-	187,216
Treasurer	73,358	658	-	74,016
Network Administration	5,201	9,335	-	14,536
Building and Grounds	24,991	21,420	-	46,411
Township Hall	471,336	-	-	471,336
Total General Government	1,232,739	11,350,939	-	12,583,678
Public Safety:				
Police	1,815,961	196,812	-	2,012,773
Fire	2,014,458	58,315	-	2,072,773
Total Public Safety	3,830,419	255,127	-	4,085,546
Parks and Recreation	2,474,746	1,142,090	-	3,616,836
Public Safety - Millage	1,869,515	446,635	-	2,316,150
Building Department	433,101	18,301	-	451,402
Administrative Building	2,498,547	-	-	2,498,547
Public Safety Renovation	752,208	-	-	752,208
Fire Station No. 3	1,058,460	-	-	1,058,460
Historical Commission	3,481	36,000	-	39,481
Other	435,670	-	-	435,670
Total General Fixed Assets	$ 14,588,886	$ 13,249,092	$ -	$ 27,837,978

The notes to the financial statements are an integral part of this statement.

GENERAL LONG-TERM DEBT ACCOUNT GROUP

The General Long-Term Debt Account Group is used to record and fairly present the long-term obligations of Pittsfield Charter Township which are not accounted for in the Water and Sewer Fund.

PITTSFIELD CHARTER TOWNSHIP
General Long-Term Debt Account Group
Statement of General Long-Term Debt
December 31, 2002
With Comparative Amounts for December 31, 2001

	2002	2001
Amount Available for Long-Term Debt:		
Drain Assessments	$ 305,566	$ 292,437
1990 Road Improvement Special Assessment	494,935	508,202
1991 Water and Sewer Special Assessment	3,580,000	3,644,434
1992 Road Improvement Special Assessment	-	145,000
1993 Road Improvement Special Assessment	95,000	220,000
1994 Special Assessment Series A	135,813	98,410
1994 Special Assessment Series B	102,177	144,749
1995 Special Assessment Series A	330,000	286,792
1995 Special Assessment Series B	50,504	43,421
1997 Road Improvement Special Assessment	107,584	115,518
1999 Water Main Improvement Special Assessment	90,897	73,082
2000 Road Improvement Special Assessment	33,662	30,298
2001 Road Improvement Special Assessment Series A	129,471	24,547
2001 Road Improvement Special Assessment Series B	18,226	1,026
Total Amount Available for Long-Term Debt	5,473,835	5,627,916
Amount to be Provided for Long-Term Debt:		
Installment Loan	7,350,000	-
Drain Assessments	822,905	1,014,889
1990 Road Improvement Special Assessment	180,065	391,798
1991 Water and Sewer Special Assessment	-	360,566
1994 Special Assessment Series A	4,187	111,590
1994 Special Assessment Series B	7,823	20,251
1995 Special Assessment Series A	-	153,208
1995 Special Assessment Series B	34,496	66,579
1997 Road Improvement Special Assessment	117,416	159,482
1999 Water Main Improvement Special Assessment	259,103	331,918
2000 Road Improvement Special Assessment	786,338	854,702
2001 Road Improvement Special Assessment Series A	570,529	675,453
2001 Road Improvement Special Assessment Series B	251,774	268,974
Compensated Absences Payable	781,956	666,273
Total Amount to be Provided for Long-Term Debt	11,166,592	5,075,683
Total Available and to be Provided	$ 16,640,427	$ 10,703,599
General Long-Term Debt Payable:		
Installment Loan	$ 7,350,000	$ -
Drains Assessments	1,128,471	1,307,326
1990 Road Improvement Special Assessment	675,000	900,000
1991 Water and Sewer Special Assessment	3,580,000	4,005,000
1992 Road Improvement Special Assessment	-	145,000
1993 Road Improvement Special Assessment	95,000	220,000
1994 Special Assessment Series A	140,000	210,000
1994 Special Assessment Series B	110,000	165,000
1995 Special Assessment Series A	330,000	440,000
1995 Special Assessment Series B	85,000	110,000
1997 Road Improvement Special Assessment	225,000	275,000
1999 Water Main Improvement Special Assessment	350,000	405,000
2000 Road Improvement Special Assessment	820,000	885,000
2001 Road Improvement Special Assessment Series A	700,000	700,000
2001 Road Improvement Special Assessment Series B	270,000	270,000
Compensated Absences Payable	781,956	666,273
Total General Long-Term Debt Payable	$ 16,640,427	$ 10,703,599

The notes to the financial statements are an integral part of this statement.

Other Supporting Schedules and Financial Information

PITTSFIELD CHARTER TOWNSHIP
Schedule of Indebtedness
December 31, 2002

Pittsfield-Ann Arbor Drain (Drain Assessment)
Refunding Bonds Dated - November 1, 1993
Amount of Assessment: Total - $2,030,000
Township Share - $405,441 (19.973%)
Assessment Due as Follows:

Interest Rate	Date of Maturity	Principal Amount	Annual Interest Payable	Total Obligation
3.25%	04/01/03	$ 20,971	$ 341	$ 21,312

Carpenter Road Drain Assessment
Washtenaw County Bonds
Bonds Dated - April 1, 1996
Amount of Issue: Total - $1,850,000
Township Share - $1,639,100 (88.60%)
Bonds Due as Follows:

Interest Rate	Date of Maturity	Principal Amount	Annual Interest Payable	Total Obligation
4.50%	06/01/03	$ 88,600	$ 52,053	$ 140,653
4.60%	06/01/04	88,600	48,021	136,621
4.70%	06/01/05	88,600	43,901	132,501
4.80%	06/01/06	88,600	39,693	128,293
4.90%	06/01/07	88,600	35,396	123,996
5.00%	06/01/08	88,600	31,010	119,610
5.00%	06/01/09	88,600	26,580	115,180
5.00%	06/01/10	88,600	22,150	110,750
5.00%	06/01/11	88,600	17,720	106,320
5.00%	06/01/12	88,600	13,290	101,890
5.00%	06/01/13	88,600	8,860	97,460
5.00%	06/01/14	66,450	4,984	71,434
5.00%	06/01/15	66,450	1,661	68,111
		$ 1,107,500	$ 345,319	$ 1,452,819

PITTSFIELD CHARTER TOWNSHIP
Schedule of Indebtedness
December 31, 2002

1990 Road Improvement
Special Assessment Bonds
Bonds Dated October 1, 1990
Total Issue - $3,260,000
Interest Due April 1 and October 1
Assessment Due as Follows:

Interest Rate	Date of Maturity	Principal Amount	Annual Interest Payable	Total Obligation
5.00%	04/01/03	$ 225,000	$ 28,125	$ 253,125
5.00%	04/01/04	225,000	16,875	241,875
5.00%	04/01/05	225,000	5,625	230,625
		$ 675,000	$ 50,625	$ 725,625

1991 Water and Sewer
Special Assessment Bonds (Series A)
Bonds Dated April 1, 1991
Total Issue - $8,150,000
Interest Due April 1 and October 1
Assessment Due as Follows:

Interest Rate	Date of Maturity	Principal Amount	Annual Interest Payable	Total Obligation
6.70%	04/01/03	$ 420,000	$ 233,625	$ 653,625
6.80%	04/01/04	415,000	205,445	620,445
6.90%	04/01/05	410,000	177,190	587,190
6.90%	04/01/06	405,000	149,072	554,072
7.00%	04/01/07	400,000	121,100	521,100
7.00%	04/01/08	390,000	93,450	483,450
7.00%	04/01/09	390,000	66,150	456,150
7.00%	04/01/10	380,000	39,200	419,200
7.00%	04/01/11	370,000	12,950	382,950
		$ 3,580,000	$ 1,098,182	$ 4,678,182

PITTSFIELD CHARTER TOWNSHIP
Schedule of Indebtedness
December 31, 2002

1993 Roads Special Assessment Bonds
Bonds Dated September 1, 1993
Total Issue - $1,190,000
Interest Due April 1 and October 1
Assessment Due as Follows:

Interest Rate	Date of Maturity	Principal Amount	Annual Interest Payable	Total Obligation
3.75%	04/01/03	$ 95,000	$ 1,781	$ 96,781

1994 Special Assessment Bonds-
Series A
(Crane/Munger Road and
Hines Sanitary Sewer)
Bonds Dated November 1, 1994
Total Issue - $690,000
Interest Due May 1 and November 1
Assessment Due as Follows:

Interest Rate	Date of Maturity	Principal Amount	Annual Interest Payable	Total Obligation
9.00%	05/01/03	$ 70,000	$ 9,450	$ 79,450
9.00%	05/01/04	70,000	3,150	73,150
		$ 140,000	$ 12,600	$ 152,600

1994 Special Assessment Bonds-
Series B
(1994 Roads)
Bonds Dated September 1, 1993
Total Issue - $515,000
Interest Due May 1 and November 1
Assessment Due as Follows:

Interest Rate	Date of Maturity	Principal Amount	Annual Interest Payable	Total Obligation
6.45%	05/01/03	$ 55,000	$ 5,404	$ 60,404
6.60%	05/01/04	55,000	1,815	56,815
		$ 110,000	$ 7,219	$ 117,219

PITTSFIELD CHARTER TOWNSHIP
Schedule of Indebtedness
December 31, 2002

1995 Special Assessment Bonds-
Series A
(Waters Road)
Bonds Dated November 1, 1995
Total Issue - $1,065,000
Interest Due May 1 and November 1
Assessment Due as Follows:

Interest Rate	Date of Maturity	Principal Amount	Annual Interest Payable	Total Obligation
4.60%	05/01/03	$ 110,000	$ 12,650	$ 122,650
4.60%	05/01/04	110,000	7,590	117,590
4.60%	05/01/05	110,000	2,530	112,530
		$ 330,000	$ 22,770	$ 352,770

1995 Special Assessment Bonds-
Series B
(Munger Road)
Bonds Dated November 1, 1995
Total Issue - $265,000
Interest Due May 1 and November 1
Assessment Due as Follows:

Interest Rate	Date of Maturity	Principal Amount	Annual Interest Payable	Total Obligation
6.90%	05/01/03	$ 30,000	$ 4,830	$ 34,830
6.90%	05/01/04	25,000	2,933	27,933
6.90%	05/01/05	30,000	1,035	31,035
		$ 85,000	$ 8,798	$ 93,798

1997 Special Assessment
General Obligation Limited Tax Bonds
(Ellsworth East Widening)
Bonds Dated July 1, 1997
Total Issue - $425,000
Interest Due March 1 and September 1
Assessment Due as Follows:

Interest Rate	Date of Maturity	Principal Amount	Annual Interest Payable	Total Obligation
6.65%	03/01/03	$ 45,000	$ 13,669	$ 58,669
6.70%	03/01/04	45,000	10,665	55,665
6.75%	03/01/05	45,000	7,639	52,639
6.80%	03/01/06	45,000	4,590	49,590
6.80%	03/01/07	45,000	1,530	46,530
		$ 225,000	$ 38,093	$ 263,093

PITTSFIELD CHARTER TOWNSHIP
Schedule of Indebtedness
December 31, 2002

1999 Special Assessment
General Obligation Limited Tax Bonds
(Textile Road Water Main)
Bonds Dated April 1, 1999
Total Issue - $460,000
Interest Due March 1 and September 1
Assessment Due as Follows:

Interest Rate	Date of Maturity	Principal Amount	Annual Interest Payable	Total Obligation
3.90%	03/01/03	$ 50,000	$ 13,725	$ 63,725
4.00%	03/01/04	50,000	11,750	61,750
4.10%	03/01/05	50,000	9,725	59,725
4.20%	03/01/06	50,000	7,650	57,650
4.30%	03/01/07	50,000	5,525	55,525
4.40%	03/01/08	50,000	3,350	53,350
4.50%	03/01/09	50,000	1,125	51,125
		$ 350,000	$ 52,850	$ 402,850

2000 Special Assessment
General Obligation Limited Tax Bonds
(Water's Place)
Bonds Dated June 1, 2000
Total Issue - $885,000
Interest Due April 1 and October 1
Assessment Due as Follows:

Interest Rate	Date of Maturity	Principal Amount	Annual Interest Payable	Total Obligation
5.25%	04/01/03	$ 65,000	$ 42,111	$ 107,111
5.25%	04/01/04	65,000	38,699	103,699
5.25%	04/01/05	65,000	35,286	100,286
5.25%	04/01/06	65,000	31,874	96,874
5.25%	04/01/07	65,000	28,461	93,461
5.25%	04/01/08	65,000	25,050	90,050
5.25%	04/01/09	65,000	21,636	86,636
5.30%	04/01/10	65,000	18,207	83,207
5.38%	04/01/11	60,000	14,872	74,872
5.45%	04/01/12	60,000	11,625	71,625
5.50%	04/01/13	60,000	8,340	68,340
5.50%	04/01/14	60,000	5,025	65,025
5.60%	04/01/15	60,000	1,680	61,680
		$ 820,000	$ 282,866	$ 1,102,866

PITTSFIELD CHARTER TOWNSHIP
Schedule of Indebtedness
December 31, 2002

2001 Special Assessment
General Obligation Limited Tax Bonds
Series A
(Munger Road)
Bonds Dated September 1, 2001
Total Issue - $700,000
Interest Due April 1 and October 1
Assessment Due as Follows:

Interest Rate	Date of Maturity	Principal Amount	Annual Interest Payable	Total Obligation
5.40%	04/01/03	$ 100,000	$ 35,100	$ 135,100
5.40%	04/01/04	75,000	30,375	105,375
5.40%	04/01/05	75,000	26,325	101,325
5.40%	04/01/06	75,000	22,275	97,275
5.40%	04/01/07	75,000	18,225	93,225
5.40%	04/01/08	75,000	14,175	89,175
5.40%	04/01/09	75,000	10,125	85,125
5.40%	04/01/10	75,000	6,075	81,075
5.40%	04/01/11	75,000	2,025	77,025
		$ 700,000	$ 164,700	$ 864,700

2001 Special Assessment
General Obligation Limited Tax Bonds
Series B
(Ann Arbor-Saline Road and Waters/Lohr Road)
Bonds Dated October 1, 2001
Total Issue - $270,000
Interest Due April 1 and October 1
Assessment Due as Follows:

Interest Rate	Date of Maturity	Principal Amount	Annual Interest Payable	Total Obligation
5.00%	04/01/03	$ 30,000	$ 11,940	$ 41,940
4.00%	04/01/04	30,000	10,590	40,590
4.00%	04/01/05	30,000	9,390	39,390
4.30%	04/01/06	30,000	8,145	38,145
4.60%	04/01/07	30,000	6,810	36,810
4.80%	04/01/08	30,000	5,400	35,400
5.00%	04/01/09	30,000	3,930	33,930
5.20%	04/01/10	30,000	2,400	32,400
5.40%	04/01/11	30,000	810	30,810
		$ 270,000	$ 59,415	$ 329,415

PITTSFIELD CHARTER TOWNSHIP
Schedule of Indebtedness
December 31, 2002

Installment Loan Payable
Land Purchase
Issue Date: April 2002
Total Issue - $7,350,000

Interest Rate	Date of Maturity	Principal Amount	Annual Interest Payable	Total Obligation
5.30%	04/01/03	$ 360,000	$ 380,010	$ 740,010
5.30%	04/01/04	370,000	360,665	730,665
5.30%	04/01/05	390,000	340,525	730,525
5.30%	04/01/06	410,000	319,325	729,325
5.30%	04/01/07	450,000	296,535	746,535
5.30%	04/01/08	500,000	271,360	771,360
5.30%	04/01/09	600,000	242,210	842,210
5.30%	04/01/10	700,000	207,760	907,760
5.30%	04/01/11	810,000	167,745	977,745
5.30%	04/01/12	850,000	123,755	973,755
5.30%	04/01/13	925,000	76,717	1,001,717
5.30%	04/01/14	985,000	26,103	1,011,103
		$ 7,350,000	$ 2,812,710	$ 10,162,710
Compensated Absences Payable		$ 781,956	$ -	$ 781,956
Total Schedule of Indebtedness		$ 16,640,427	$ 4,958,269	$ 21,598,696

STATEMENT OF ALL OTHER DEBT

This statement is presented as supplementary information to combine debt information reported in all funds, other than the General Long-Term Debt Account Group. This would include the Water and Sewer Fund. In addition, a summary of all long-term indebtedness of Pittsfield Township is included in this section.

PITTSFIELD CHARTER TOWNSHIP
Statement of All Other Debt
December 31, 2002

Water Supply System No. 3 Bonds
Contract with Huron Utilities Authority
Under Act 233, as Amended
Bonds Dated November 1, 1994
Total Issue $1,200,000
Interest Due May 1 and November 1
Bonds Due as Follows:

Interest Rate	Date of Maturity	Principal Amount	Annual Interest Payable	Total Obligation
6.15%	05/01/03	$ 60,000	$ 52,875	$ 112,875
6.25%	05/01/04	65,000	49,185	114,185
6.35%	05/01/05	70,000	45,123	115,123
6.45%	05/01/06	75,000	40,678	115,678
6.55%	05/01/07	75,000	35,840	110,840
6.65%	05/01/08	80,000	30,927	110,927
6.75%	05/01/09	85,000	25,607	110,607
6.80%	05/01/10	90,000	19,870	109,870
6.85%	05/01/11	100,000	13,750	113,750
6.90%	05/01/12	100,000	6,900	106,900
		$ 800,000	$ 320,755	$ 1,120,755

Water Supply System No. 4 Bonds
Contract with Huron Utilities Authority
Under Act 233, as Amended
Bonds Dated September 1, 2001
Total Issue $750,000
Interest Due May 1 and November 1
Bonds Due as Follows:

Interest Rate	Date of Maturity	Principal Amount	Annual Interest Payable	Total Obligation
3.40%	05/01/03	$ 50,000	$ 29,152	$ 79,152
3.60%	05/01/04	55,000	27,452	82,452
3.75%	05/01/05	55,000	25,473	80,473
3.90%	05/01/06	55,000	23,410	78,410
4.00%	05/01/07	60,000	21,265	81,265
4.15%	05/01/08	65,000	18,865	83,865
4.25%	05/01/09	65,000	16,168	81,168
4.35%	05/01/10	70,000	13,405	83,405
4.50%	05/01/11	70,000	10,360	80,360
4.60%	05/01/12	75,000	7,210	82,210
4.70%	05/01/13	80,000	3,760	83,760
		$ 700,000	$ 196,520	$ 896,520

Installment Note Payable
Meter Replacement
Issue Date: September 2001
Total Issue: $1,088,967

Interest Rate	Date of Maturity	Principal Amount	Annual Interest Payable	Total Obligation
3.40%	09/15/03	$ 206,946	$ 44,524	$ 251,470
3.60%	09/15/04	217,278	34,192	251,470
3.75%	09/15/05	228,124	23,345	251,469
3.90%	09/15/06	239,513	11,957	251,470
		$ 891,861	$ 114,018	$ 1,005,879

PITTSFIELD CHARTER TOWNSHIP
Summary of Indebtedness
December 31, 2002

General Obligation Debt:	
General Obligation Drains	$ 20,971
Special Assessment Drains	1,107,500
Special Assessment Districts:	
Water and Sewer Assessments	3,976,200
Paving Assessments	3,403,800
Installment Loan Payable	7,350,000
Compensated Absences Payable	781,956
Total General Obligation Debt	16,640,427
Enterprise Fund Debt:	
Water Supply System No. 3 Bonds	800,000
Water Supply System No. 4 Bonds	700,000
Less: Unamortized Bond Discount	(20,312)
	1,479,688
Installment Note Payable	891,861
Total Enterprise Fund Debt, Net of Discount	2,371,549
Total Long-Term Debt	$ 19,011,976

STATISTICAL SECTION

PITTSFIELD CHARTER TOWNSHIP
Schedule of Taxes Levied, Collected and Returned Delinquent
2001 Tax Roll
December 31, 2002

State Taxable Value - Ad Valorem	$	1,201,952,604
Commercial/Industrial Facilities - Effective Taxable Value		7,556,944
	$	1,209,509,548

	Final Tax Levy	Returned Delinquent	Tax Collections	Percent Collected
Washtenaw County	$ 6,866,628	$ 322,151	$ 6,544,477	95.31%
Washtenaw Community College	4,804,293	148,210	4,656,083	96.92%
Washtenaw Intermediate School District	3,755,527	115,855	3,639,672	96.92%
State Education Tax	7,211,716	264,165	6,947,551	96.34%
School Districts:				
Ann Arbor	12,270,549	538,888	11,731,661	95.61%
Milan	332,834	33,946	298,888	89.80%
Saline	4,995,250	157,569	4,837,681	96.85%
State IFT Tax	240,452	-	240,452	100.00%
Pittsfield Township	6,091,695	285,791	5,805,904	95.31%
Ann Arbor Library	1,669,292	53,140	1,616,152	96.82%
Saline Library	325,982	14,423	311,559	95.58%
Special Assessments	1,327,415	103,515	1,223,900	92.20%
	$ 49,891,633	$ 2,037,653	$ 47,853,980	95.92%