

VILLAGE OF SPARTA
Kent County, Michigan
Village Council Meeting
Monday, June 15, 2026 at 6:30 PM
276 W. Division St. (Sparta Village Complex)

1. **Call to Order**

2. **Pledge of Allegiance**

3. **Roll Call**

4. **Additions or Corrections to Consent and Business Agenda**

Consent Agenda:

- a. *Approve Regular Village Council Meeting Minutes of May 18, 2026*

5. **Approval of Consent and Business Agenda**

6. **Public Comment for Agenda Item**

Please Note: This Public Comment portion of the meeting is reserved for comment on agenda items.

Personal or abusive attacks on Council members, staff members, or other participants will not be tolerated and may result in the Village President taking action, up to and including, having the speaker removed from the meeting by law enforcement officers.

7. **Public Hearing**

- a. None.

8. **Old Business**

- a. None.

9. **New Business**

- a. Audit Presentation
- b. Sowing Seeds Purchase Agreement
- c. Cityhood Update

10. **Executive Session**

- a. None.

11. **Village Manager & Department Reports**

12. **Communications**

13. Payment of Bills

May Payables

PAYABLES	
(101) General Fund	\$138,347.09
(202) Major Street Fund	\$775.14
(203) Local Street Fund	\$1,163.43
(581) Airport	\$5,125.65
(590) Sewer Department Fund	\$357,381.48
(591) Water Department Fund	\$39,555.46
(661) Equipment Rental Fund	\$38,657.93
Total	\$581,006.18

Informational:

(206) Fire Department	\$8,549.57
(208) SRA Park Fund	\$2,076.92
(248) Downtown Development Authority	\$2,956.68
Total	\$13,583.17

14. Public Comment

15. Council Member Announcements

16. Adjournment

VILLAGE OF SPARTA
Kent County, Michigan
Village Council Meeting
Monday, May 18, 2026 at 6:30 PM
276 W. Division St. (Sparta Village Complex)

Present:

President Robert Whalen, Council Members Brenda Braybrook, Robert Carlstrom, David Cumings, Christina Owens, Tom Peoples, Bill Taylor

Absent:

Also Present:

Village Manager James Lower, Chief Andrew Milanowski, Airport Manager Mike Krzciok, Village Clerk Kristen Phelps, Deputy DPW Director Conrad Bowman

1. Call to Order

- a. The meeting was called to order at 6:30 pm by President Whalen.

2. Pledge of Allegiance

- a. The Pledge was recited

3. Roll Call

- a. Formal Roll Call was taken. See above for attendance

4. Additions or Corrections to Consent and Business Agenda

Consent Agenda:

- a. *Approve Regular Village Council Meeting Minutes of April 20, 2026*

5. Approval of Consent and Business Agenda

- a. The Consent and Business Agenda was approved as presented.
i. Motion: Cuming moved to approve the consent agenda with support of Carlstrom.
Motion passed 7-0

6. Public Comment for Agenda Item

Please Note: This Public Comment portion of the meeting is reserved for comment on agenda items. Personal or abusive attacks on Council members, staff members, or other participants will not be tolerated and may result in the Village President taking action, up to and including, having the speaker removed from the meeting by law enforcement officers.

7. Public Hearing

- a. None.

8. Old Business

- a. None.

9. New Business

- a. North Kent Connect Presentation
i. Adrienne Goodstal from North Kent Connect Spoke

- b.** Listing/Sale of Village Properties
 - i. Approval and Authorization for the Village Manager to Finalize listing and sale of Village properties. The Council came to consensus.
- c.** Library Contract for Service (Post Cityhood)
 - i. The Village Council came to consensus for the Village Manager to move forward with the proposed contract.
- d.** Cityhood Update
 - i. Manager Lower spoke on Cityhood.

10. Executive Session

- a.** None.

11. Village Manager & Department Reports

- a.** Manager Lower spoke about all of the projects happening in the Village.

12. Communications

- a.** President Whalen thanked all the Volunteers and Donors for Town and County Days.
- b.** Councilman Peoples spoke.

13. Payment of Bills

- a. Motion: Braybook moved to approve the payables as presented, supported by Peoples. **Motion passes 7-0.**

April Payables

PAYABLES	
(101) General Fund	\$168,523.99
(202) Major Street Fund	\$3,902.19
(203) Local Street Fund	\$9,253.59
(581) Airport	\$226,051.87
(590) Sewer Department Fund	\$94,616.11
(591) Water Department Fund	\$57,713.59
(661) Equipment Rental Fund	\$30,997.96
Total	\$591,059.30

Informational:

(206) Fire Department	\$7,403.07
(208) SRA Park Fund	\$1,201.71
(248) Downtown Development Authority	\$11,090.79
Total	\$19,695.57

14. Public Comment

- a. None

15. Council Member Announcements

- a. Councilman Peoples spoke about the Sports Park parking issues.

16. Adjournment

- a. The Meeting was adjourned at 7:32 pm by President Whalen.

May 14, 2026

To the Village Council
Village of Sparta

We have audited the financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the remaining fund information of the Village of Sparta (the Village) for the year ended December 31, 2025. Professional standards require that we provide you with information about our responsibilities under auditing standards generally accepted in the United States of America, as well as certain information related to the planned scope and timing of our audit. We have communicated such information in our letter to you dated December 4, 2025. Professional standards also require that we communicate to you the following information related to our audit.

Significant Audit Findings

Qualitative Aspects of Accounting Practices

Management is responsible for the selection and use of appropriate accounting policies. The significant accounting policies used by the Village are described in Note 1 to the financial statements. No new accounting policies were adopted and the application of existing policies was not changed during 2025. We noted no transactions entered into by the Village during the year for which there is a lack of authoritative guidance or consensus. All significant transactions have been recognized in the financial statements in the proper period.

Accounting estimates are an integral part of the financial statements prepared by management and are based on management's knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ significantly from those expected. The most sensitive estimates affecting the financial statements were fair value of investments, capital asset depreciation, the defined benefit pension plan liability, and changes therein, and the other postemployment benefits (OPEB) liability, and changes therein.

Management's estimate of the fair value of investments is based on the net asset value of the investment pool shares. Management's estimate of the capital asset depreciation is based on the estimated useful lives of the Village's capital assets. Management's estimate of the net pension liability of the defined benefit pension plan and the OPEB liability, and changes therein, are based on actuarial assumptions and the use of specialists. We evaluated the key factors and assumptions used to develop the fair value of investments, capital asset depreciation, the net pension liability, and changes therein, and the OPEB liability, and changes therein, in determining that they are reasonable in relation to the financial statements taken as a whole.

The financial statement disclosures are neutral, consistent, and clear.

Difficulties Encountered in Performing the Audit

We encountered no significant difficulties in dealing with management in performing and completing our audit.

Audit Adjustments

For purposes of this letter, professional standards define an audit adjustment as a proposed correction of the financial statements that, in our judgment, may not have been detected except through our auditing procedures. Management has recorded all of our proposed audit adjustments.

Disagreements with Management

For purposes of this letter, professional standards define a disagreement with management as a financial accounting, reporting, or auditing matter, whether or not resolved to our satisfaction, that could be significant to the financial statements or the auditor's report. We are pleased to report that no such disagreements arose during the course of our audit.

Management Representations

We have requested certain representations from management that are included in the management representation letter dated May 14, 2026.

Other Issues

We generally discuss a variety of matters, including the application of accounting principles and auditing standards, with management each year prior to retention as the Village's auditor. However, these discussions occurred in the normal course of our professional relationship and our responses were not a condition to our retention.

Other Matters

We applied certain limited procedures to the management's discussion and analysis, the budgetary comparison schedules, the schedule of changes in the Village's net pension liability and related ratios, the schedule of pension contributions, the schedule of the changes in the Village's net OPEB liability and related ratios, and the schedule of OPEB contributions, which are required supplementary information (RSI) that supplements the basic financial statements. Our procedures consisted of inquiries of management regarding the methods of preparing the information and comparing the information for consistency with management's response to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We did not audit the RSI and do not express an opinion or provide any assurance on the RSI.

We were engaged to report on the component unit fund financial statements (supplementary information), which accompany the financial statements but are not RSI. With respect to the supplementary information accompanying the financial statements, we made certain inquiries of management and evaluated the form, content, and methods of preparing the information to determine that the information complies with accounting principles generally accepted in the United States of America, the method of preparing it has not changed from the prior period, and the information is appropriate and complete in relation to our audit of the financial statements. We compared and reconciled the supplementary information to the underlying accounting records used to prepare the financial statements or to the financial statements themselves.

Communication Regarding Internal Control

In planning and performing our audit of the financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the remaining fund information of the Village as of and for the year ended December 31, 2025, in accordance with auditing standards generally accepted in the United States of America, we considered the Village's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Village's internal control. Accordingly, we do not express an opinion on the effectiveness of the Village's internal control.

Our consideration of internal control was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and, therefore, material weaknesses or significant deficiencies may exist that were not identified. In addition, because of the inherent limitations in internal control, including the possibility of management override of controls, misstatements due to error or fraud may occur and not be detected by such controls. However, as discussed below, we have identified a deficiency in internal control that we consider to be a material weakness.

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

Material audit adjustments and financial statement preparation:

Criteria: All governmental units in Michigan are required to prepare financial statements in accordance with generally accepted accounting principles (GAAP). This is the responsibility of management. The preparation of financial statements in accordance with GAAP requires internal controls over both (1) recording, processing, and summarizing accounting data (i.e., maintaining internal accounting records), and (2) reporting government-wide and fund financial statements, including the related notes to the financial statements (i.e., external financial reporting).

Condition: We identified and proposed several material audit adjustments that management reviewed and approved. Adjustments were recorded to:

- Account for the net pension liability and changes therein
- Account for the OPEB liability and changes therein
- Convert the fund-based data necessary to prepare the government-wide financial statements

As is the case with many small and medium-sized governmental units, the Village has historically relied on its independent external auditor to assist with the preparation of the financial statements, the related notes, and the management's discussion and analysis as part of its external financial reporting process. Accordingly, the Village's ability to prepare financial statements in accordance with GAAP is based, in part, on its reliance on its external auditor, who cannot be considered part of the Village's internal controls. This is a repeat finding.

Cause: This condition was caused by the Village's decision to outsource the preparation of its annual financial statements to the external auditor rather than incur the costs of obtaining the necessary training and expertise required for the Village to perform this task internally because outsourcing the task is considered more cost effective.

Effect: The Village's accounting records were initially misstated by material amounts to the financial statements. In addition, the Village lacks complete internal controls over the preparation of its financial statements in accordance with GAAP and relies, at least in part, on assistance from its external auditor with this task.

Auditor's Recommendation: We recommend that management continue to monitor the relative costs and benefits of securing the internal or other external resources necessary to develop material adjustments and prepare a draft of the Village's annual financial statements versus contracting with its auditor for these services.

Management Response: Management has made an ongoing evaluation of the respective costs and benefits of obtaining internal or external resources, specifically for the preparation of financial statements and has determined that the additional benefits derived from implementing such a system would not outweigh the costs incurred to do so. Management will continue to review the draft financial statements and notes prior to approving them and accepting responsibility for their content and presentation.

The Village's response to the internal control finding described above was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

We were not engaged to report on the Securities and Exchange Commission Rule 15c2-12 Continuing Disclosure (other information), which accompanies the financial statements but is not RSI. We did not audit or perform other procedures on this other information and we do not express an opinion or provide any assurance on it.

Restriction on Use

This information is intended solely for the use of management, the Village Council of the Village of Sparta, and the State of Michigan Department of Treasury and is not intended to be and should not be used by anyone other than these specified parties.

Siegfried Crandall P.C.

Village of Sparta

Kent County, Michigan

FINANCIAL STATEMENTS

Year ended December 31, 2025

	<i>Page</i>
INDEPENDENT AUDITOR'S REPORT	3 - 5
MANAGEMENT'S DISCUSSION AND ANALYSIS	6 - 13
BASIC FINANCIAL STATEMENTS	
Government-wide financial statements:	
Statement of net position	14
Statement of activities	15
Fund financial statements:	
Balance sheet - governmental funds	16
Statement of revenues, expenditures, and changes in fund balances - governmental funds	17 - 18
Statement of net position - proprietary funds	19
Statement of revenues, expenses, and changes in net position - proprietary funds	20
Statement of cash flows - proprietary funds	21 - 22
Notes to financial statements	23 - 43
REQUIRED SUPPLEMENTARY INFORMATION	
Budgetary comparison schedules:	
General Fund	44 - 46
Major Street Fund	47
Local Street Fund	48
Schedule of changes in the Village's net pension liability and related ratios	49
Schedule of Village pension contributions	50
Schedule of changes in the Village's net OPEB liability and related ratios	51
Schedule of Village OPEB contributions	52
SUPPLEMENTARY INFORMATION	
Balance sheet - component unit	53
Statement of revenues, expenditures, and changes in fund balances - component unit	54
Budgetary comparison schedule - component unit	55
OTHER INFORMATION	
Securities and Exchange Commission Rule 15c2-12 Continuing Disclosure	56 - 62

INDEPENDENT AUDITOR'S REPORT

Village Council
Village of Sparta, Michigan

Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the remaining fund information of the Village of Sparta, Michigan (the Village), as of and for the year ended December 31, 2025, and the related notes to the financial statements, which collectively comprise the Village's basic financial statements as listed in the contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the Village, as of December 31, 2025, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

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

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

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

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

Required Supplementary Information

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

Supplementary Information

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

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the Securities and Exchange Commission Rule 15c2-12 Continuing Disclosure but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

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

Siegfried Crandall P.C.

May 14, 2026

MANAGEMENT'S DISCUSSION AND ANALYSIS

Our discussion and analysis of the Village of Sparta's (the Village) financial performance provides a narrative overview of the Village's financial activities for the fiscal year ended December 31, 2025. Please read it in conjunction with the Village's financial statements.

FINANCIAL HIGHLIGHTS

- The Village's total net position increased by \$2,844,568 as a result of this year's activities. The net position of the governmental activities increased by \$2,359,877, and the net position of the business-type activities increased by \$484,691.
- Of the \$30,381,240 total net position reported, \$4,158,069 (14 percent) is available to be used at the Council's discretion, without constraints established by debt covenants, enabling legislation, or other legal requirements.
- The General Fund's unassigned fund balance at the end of the fiscal year was \$2,681,200, which represents 33 percent of the actual total General Fund expenditures for the current fiscal year.

Overview of the financial statements

The Village's annual report is comprised of four parts: management's discussion and analysis, the basic financial statements, required supplementary information, and other supplementary information that presents additional information. The basic financial statements include two kinds of statements that present different views of the Village:

- The first two statements are government-wide financial statements that provide both long-term and short-term information about the Village's overall financial status.
- The remaining statements are fund financial statements that focus on individual parts of the Village government, reporting the Village's operations in more detail than the government-wide financial statements.
 - Governmental funds statements explain how government services, like general government and public safety, were financed in the short-term, as well as what remains for future spending.
 - Proprietary funds statements offer short-term and long-term financial information about the activities the government operates like a business, such as the sewer and water systems and the Sparta Airport.

The financial statements also include notes that explain some of the information in the financial statements and provide more detailed data. The financial statements are followed by sections of required supplementary information and other supplementary information that further explain and support the information in the financial statements.

A comparative analysis of the government-wide financial statements for 2025 and 2024 is also presented.

Government-wide financial statements

The government-wide financial statements report information about the Village as a whole using accounting methods similar to those used by private-sector companies. The Statement of Net Position includes all of the Village's assets, deferred outflows of resources, liabilities, and deferred inflows of resources. All of the current year's revenues and expenses are accounted for in the Statement of Activities, regardless of when cash is received or paid.

The two government-wide statements report the Village's net position and how it has changed. Net position (the difference between the Village's assets and deferred outflows of resources, and liabilities and deferred inflows of resources) is one way to measure the Village's financial health, or position.

- Over time, increases or decreases in the Village's net position are an indicator of whether its financial health is improving or deteriorating, respectively.
- To assess the overall health of the Village, you need to consider additional nonfinancial factors, such as changes in the Village's property tax base and the condition of the Village's capital assets.

The government-wide financial statements are divided into three categories:

- *Governmental activities* - Most of the Village's basic services are included here, such as police protection and general government. Property taxes and state shared revenue finance most of these activities.
- *Business-type activities* - The Village charges fees to customers to help it cover the costs of certain services it provides. The Village's sewer and water systems and airport operations are reported here.
- *Component unit* - The Village includes another entity in its report - the Downtown Development Authority. Although legally separate, this "component unit" is important because the Village is financially accountable for it.

Fund financial statements

The fund financial statements provide more detailed information about the Village's most significant funds - not the Village as a whole. Funds are accounting devices that the Village uses to keep track of specific sources of funding and spending for particular purposes.

- Some funds, like the Major and Local street funds, are required by state law.
- The Village Council establishes other funds to control and manage money for particular purposes or to show that it is properly using certain taxes and other revenues (like state grants collected for the street funds).

The Village has two types of funds:

- *Governmental funds.* Most of the Village's basic services are included in its governmental funds, which focus on (1) how cash, and other financial assets that can be readily converted to cash, flows in and out, and (2) the balances left at year end that are available for spending. Consequently, the governmental funds statements provide a detailed short-term view that helps determine whether there are more or fewer financial resources that can be spent in the near future to finance the Village's programs. Because this information does not encompass the additional long-term focus of the government-wide statements, we provide additional information that explains the relationship between them.
- *Proprietary funds.* Services for which the Village charges customers a fee are generally reported in proprietary funds. Proprietary funds statements, like the government-wide statements, provide both long-term and short-term financial information.
 - The Village's enterprise funds (one type of proprietary fund) are the same as its business-type activities but provide more detail and additional information, such as cash flows.
 - The Village uses an internal service fund (the other type of proprietary fund) to report activities that provide services for the Village's other programs and activities. The Village's internal service fund is its Equipment Rental Fund.

FINANCIAL ANALYSIS OF THE VILLAGE AS A WHOLE

Net position

Total net position at the end of the fiscal year was \$30,381,240. Of this total, \$25,704,922 represents a net investment in capital assets and \$518,249 is restricted for public works. Consequently, unrestricted net position was \$4,158,069, or 14 percent of the total.

Net position

	<i>Governmental activities</i>		<i>Business-type activities</i>		<i>Totals</i>	
	2025	2024	2025	2024	2025	2024
Current and other assets	\$ 4,033,115	\$ 4,631,161	\$ 3,849,852	\$ 3,054,713	\$ 7,882,967	\$ 7,685,874
Capital assets	12,454,751	6,673,596	19,789,204	18,209,620	32,243,955	24,883,216
Total assets	16,487,866	11,304,757	23,639,056	21,264,333	40,126,922	32,569,090
Deferred outflows of resources	7,861	167,718	3,006	53,891	10,867	221,609
Current and other liabilities	1,891,457	1,778,448	1,051,636	691,155	2,943,093	2,469,603
Long-term debt	2,460,926	-	4,078,107	2,645,000	6,539,033	2,645,000
Total liabilities	4,352,383	1,778,448	5,129,743	3,336,155	9,482,126	5,114,603
Deferred inflows of resources	191,853	102,413	82,570	37,011	274,423	139,424
Net position:						
Net investment in capital assets	9,993,825	6,673,596	15,711,097	15,564,620	25,704,922	22,238,216
Restricted	518,249	328,566	-	-	518,249	328,566
Unrestricted	1,439,417	2,589,452	2,718,652	2,380,438	4,158,069	4,969,890
Total net position	\$ 11,951,491	\$ 9,591,614	\$ 18,429,749	\$ 17,945,058	\$ 30,381,240	\$ 27,536,672

Changes in net position

The Village's total revenues were \$10,259,505 in 2025 compared to \$7,526,410 in 2024. Charges for services account for 28 percent of the revenues, and another 20 percent of the Village's revenues comes from property taxes. State shared revenue accounts for only 5 percent of the Village's revenues. Capital grants and contributions represented 29 percent of the total revenues in the current year.

The total cost of the Village's programs for 2025, covering a wide range of services, totaled \$7,414,937 compared to \$6,556,407 in 2024. Approximately 36 percent of the Village's total expenses relates to the provision of utility services. Public safety (police and fire protection) costs represent 17 percent of total costs, and public works costs represent another 16 percent of the total expenses.

Condensed financial information
Changes in net position

	<i>Governmental activities</i>		<i>Business-type activities</i>		<i>Totals</i>	
	<u>2025</u>	<u>2024</u>	<u>2025</u>	<u>2024</u>	<u>2025</u>	<u>2024</u>
Program revenues:						
Charges for services	\$ 243,119	\$ 282,045	\$ 2,639,389	\$ 1,638,540	\$ 2,882,508	\$ 1,920,585
Grants and contributions:						
Operating	565,875	603,434	-	-	565,875	603,434
Capital	1,645,939	84,368	1,309,943	1,731,599	2,955,882	1,815,967
General revenues:						
Property taxes	2,062,719	1,880,544	-	-	2,062,719	1,880,544
State shared revenue	560,514	545,720	-	-	560,514	545,720
Local community stabilization share	331,932	331,709	-	-	331,932	331,709
Interest	209,127	203,960	114,143	142,907	323,270	346,867
Other	576,805	81,584	-	-	576,805	81,584
Total revenues	<u>6,196,030</u>	<u>4,013,364</u>	<u>4,063,475</u>	<u>3,513,046</u>	<u>10,259,505</u>	<u>7,526,410</u>
Expenses:						
General government	959,669	797,688	-	-	959,669	797,688
Public safety	1,241,992	1,248,092	-	-	1,241,992	1,248,092
Public works	1,200,577	1,044,002	-	-	1,200,577	1,044,002
Recreation and culture	294,166	280,603	-	-	294,166	280,603
Community and economic development	1,050	2,932	-	-	1,050	2,932
Interest	138,699	3,322	-	-	138,699	3,322
Sewer	-	-	1,599,896	1,339,918	1,599,896	1,339,918
Water	-	-	1,091,466	984,476	1,091,466	984,476
Airport	-	-	887,422	855,374	887,422	855,374
Total expenses	<u>3,836,153</u>	<u>3,376,639</u>	<u>3,578,784</u>	<u>3,179,768</u>	<u>7,414,937</u>	<u>6,556,407</u>
Changes in net position	<u>\$ 2,359,877</u>	<u>\$ 636,725</u>	<u>\$ 484,691</u>	<u>\$ 333,278</u>	<u>\$ 2,844,568</u>	<u>\$ 970,003</u>
Net position, end of year	<u>\$ 11,951,491</u>	<u>\$ 9,591,614</u>	<u>\$ 18,429,749</u>	<u>\$ 17,945,058</u>	<u>\$ 30,381,240</u>	<u>\$ 27,536,672</u>

Governmental activities

Governmental activities increased the Village's net position by \$2,359,877 in the current year compared to an increase of \$636,725 in the prior year. Revenues increased by \$2,182,666, while expenses only rose by \$459,514, which created a larger increase in net position.

The rise in revenues was primarily the result of a \$1,561,571 increase in capital contributions associated with street improvements and the Town Square project. Increases in property tax revenues (\$182,175), related to continued growth in property values, and other revenue (\$495,221), primarily due to sales of capital assets, also augmented revenues. Expenses increased primarily due to a \$161,981 increase in general government expenses, as compensation costs continue to rise. Public works costs also rose by \$156,575, related to drain maintenance expenses, and interest expense went up by \$135,377, due to the issuance of debt.

The following schedule shows the costs of the Village's three largest programs, as well as the net cost (total cost less fees generated by the activities and intergovernmental aid). The net cost shows the burden that was placed on the Village's taxpayers by each of these functions. The total cost of all governmental activities was \$3,836,153. However, the amount that our taxpayers paid for these activities through general revenues was \$1,381,220. Some of the costs were paid by:

- Those who directly benefited from the programs (\$243,119)
- Other governments provided support for operating costs (\$565,875)
- Others provided support for capital costs (\$1,645,939)

The Village paid for the \$1,381,220 "public benefit" portion with \$3,741,097 in property taxes and other general revenues, such as state shared revenue and local community stabilization share revenue.

<u>Function</u>	<u>Total cost of services</u>	<u>Net cost of services</u>
Public safety	\$ 1,241,992	\$ 1,146,067
Public works	1,200,577	(207,071)
General government	959,669	811,317
Other	<u>433,915</u>	<u>(369,093)</u>
Totals	<u>\$ 3,836,153</u>	<u>\$ 1,381,220</u>

Business-type activities

Business-type activities increased the Village's net position by \$484,691 in the current year compared to an increase of \$333,278 in the prior year, which represents an increase of \$151,413. The increase in net position was larger in the current year due to growth in charges for services of \$1,000,849, though that was offset by a \$421,656 reduction in capital contributions. Expenses increased by \$399,016, due to higher operating costs.

FINANCIAL ANALYSIS OF THE VILLAGE'S FUNDS

Governmental funds

As of December 31, 2025, the Village's governmental funds reported combined ending fund balances of \$3,209,519, a decrease of \$1,065,782 compared to last year's balances.

The General Fund is the primary operating fund of the Village. At the end of the fiscal year, total fund balance was \$2,691,270, which represents 84 percent of the combined ending fund balances of the Village's governmental funds. Fund balance decreased by \$1,255,465 during the current year, as revenues of \$3,703,477 and net other financing sources of \$3,101,823 were not sufficient to cover expenditures of \$8,060,765 in the current year, as substantial capital outlay expenditures were incurred.

The Major Street Fund experienced an increase in fund balance of \$194,463 in the current year as revenues of \$416,373 exceeded expenditures of \$221,910. Fund balance amounts to \$503,654 at year end, which is restricted by enabling legislation for major street maintenance and improvements.

The Local Street Fund experienced a decrease in fund balance of \$4,780 in the current year as expenditures of \$579,888 exceeded revenues and transfers in of \$495,409 and \$79,699, respectively, in the current year. Fund balance amounts to \$14,595 at year end, which is restricted by enabling legislation for local street maintenance and improvements.

Proprietary funds

The Sewer Fund experienced an operating loss of \$330,909, but its net position was only reduced by \$158,742 due to capital contributions (debt service charges and connection fees) of \$331,846 in the current year. The fund also experienced net nonoperating expenses of \$159,679 primarily due to bond issuance costs in the current year. The Sewer Fund typically experiences an operating loss because commodity charges do not cover all operating expenses, including depreciation, which amounted to \$351,012 in the current year. Unrestricted net position was \$1,784,806 at year end.

The Water Fund experienced an operating loss of \$60,344, but its net position increased by \$1,188 due to nonoperating revenues of \$39,734 and capital contributions (connection fees) of \$21,798 in the current year. The Water Fund typically experiences an operating loss because commodity charges do not cover all operating expenses, including depreciation, which amounted to \$265,972 in the current year. Unrestricted net position was \$768,339 at year end.

The Airport Fund experienced an operating loss of \$333,409, as operating revenues were insufficient to cover all operating expenses, including depreciation, in the amount of \$351,441. The fund's net position increased by \$636,230 due to nonoperating revenues (\$13,340) and capital contributions (\$956,299). Unrestricted net position was \$182,305 at year end.

General Fund budgetary highlights

The Village amended both the revenue and expenditure portions of the General Fund budget to reflect anticipated changes in the nature and extent of revenues and expenditures. Total revenues were increased by \$186,409, primarily to add a \$335,000 intergovernmental contribution related to the Town Square project. Total expenditure appropriations were increased by \$2,063,068 during the year, primarily to increase capital outlay expenditures by \$1,405,005, to reflect the cost of capital improvements that were not anticipated in the original budget.

Actual revenues were \$1,024,508 less than budgeted, primarily because federal grant revenues were \$829,943 less than expected.

Actual expenditures were \$1,243,851 less than amounts appropriated, primarily because capital outlay expenditures were \$1,100,490 less than planned.

These variances, along with a \$46,859 positive variance related to other financing sources, resulted in a \$266,202 positive budget variance, as the fund balance decreased by \$1,255,465 compared to a budget that anticipated a \$1,521,667 reduction in fund balance.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital assets

The Village's investment in capital assets for its governmental and business-type activities as of December 31, 2025, amounts to \$32,243,955 (net of accumulated depreciation). This investment includes a broad range of assets, including land, buildings, sewer and water facilities, streets, and equipment.

	<i>Governmental activities</i>	<i>Business-type activities</i>	<i>Totals</i>
Construction in progress	\$ 4,539,693	\$ -	\$ 4,539,693
Infrastructure	6,296,205	14,268,983	20,565,188
Land	94,846	972,292	1,067,138
Land improvements	-	3,124,602	3,124,602
Buildings and improvements	533,811	619,639	1,153,450
Vehicles and equipment	990,196	803,688	1,793,884
Totals	<u>\$ 12,454,751</u>	<u>\$ 19,789,204</u>	<u>\$ 32,243,955</u>

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

- Costs associated with the new Village complex were incurred in the amount of \$3,570,440
- Street improvements were made at a cost of \$1,486,911
- Costs to improve Town Square, in progress at year end, amounted to \$863,877
- Sewer system improvements were made at a cost of \$1,543,645
- Water system improvements were made at a cost of \$82,949
- Airport improvements amounted to \$921,415, most of which were contributed by other governments
- Equipment and vehicles, including a leaf collection truck and police vehicle, were purchased by the Motor Vehicle Pool at a total cost of \$169,376

More detailed information about the Village's capital assets is presented in Note 5 of the notes to the basic financial statements.

Debt

At the end of the fiscal year, the Village had long-term debt outstanding, in the amount of \$6,418,107, which represents a net increase of \$3,773,107, as debt was issued to fund the construction of the new Village complex (\$2,445,000) and make improvements to the wastewater treatment plant (\$1,593,107). Debt was reduced by timely principal payments in the amount of \$265,000. All debt is backed by the full faith and credit of the Village or specific revenue streams.

Other noncurrent liabilities include a net pension liability (\$1,601,632), an other postemployment benefit liability (\$72,049), and accrued compensated absences (\$203,065). The Downtown Development Authority is responsible for a portion of the net pension liability and the other postemployment benefit liability in the amounts of \$29,357 and \$4,598, respectively.

More detailed information about the Village's long-term debt is presented in Note 7 of the notes to the basic financial statements.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

The Village expects to be able to use current revenues to provide essential services that will allow the current fund balances to be maintained. The Village plans to maintain all ongoing programs in 2026 at levels similar to 2025. The ongoing costs of providing essential services for the citizens of the Village will need to be closely monitored in order to maintain the financial condition and operational capabilities of the Village.

CONTACTING THE VILLAGE'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, customers, investors, and creditors with a general overview of the Village's finances and to demonstrate the Village's accountability for the resources it receives. Questions regarding any information provided in this report or requests for additional financial information should be addressed to:

James Lower, Village Manager
Village of Sparta
276 West Division Street
Sparta, MI 49345-1389

Phone: (616) 887-8251
E-mail: villagemanager@spartami.org

BASIC FINANCIAL STATEMENTS

STATEMENT OF NET POSITION

December 31, 2025

	Primary government			Component unit
	Governmental activities	Business-type activities	Totals	Downtown Development Authority
ASSETS				
Current assets:				
Cash	\$ 4,320	\$ 4,927	\$ 9,247	\$ -
Investments	3,403,788	3,155,011	6,558,799	100,059
Receivables	570,339	664,740	1,235,079	63,921
Prepaid expenses	37,870	17,834	55,704	3,239
Inventory	-	24,138	24,138	-
Internal balances	16,798	(16,798)	-	-
Total current assets	<u>4,033,115</u>	<u>3,849,852</u>	<u>7,882,967</u>	<u>167,219</u>
Noncurrent assets:				
Capital assets not being depreciated	4,634,539	972,292	5,606,831	115,549
Capital assets being depreciated, net	<u>7,820,212</u>	<u>18,816,912</u>	<u>26,637,124</u>	<u>223,817</u>
Total noncurrent assets	<u>12,454,751</u>	<u>19,789,204</u>	<u>32,243,955</u>	<u>339,366</u>
Total assets	<u>16,487,866</u>	<u>23,639,056</u>	<u>40,126,922</u>	<u>506,585</u>
DEFERRED OUTFLOWS OF RESOURCES				
Deferred amounts - OPEB	<u>7,861</u>	<u>3,006</u>	<u>10,867</u>	<u>694</u>
LIABILITIES				
Current liabilities:				
Payables	509,982	349,725	859,707	39,493
Unearned revenue	18,847	187,793	206,640	-
Compensated absences due in one year	121,000	-	121,000	-
Bonds payable due within one year	<u>80,000</u>	<u>165,000</u>	<u>245,000</u>	<u>-</u>
Total current liabilities	<u>729,829</u>	<u>702,518</u>	<u>1,432,347</u>	<u>39,493</u>
Noncurrent liabilities:				
Compensated absences	82,065	-	82,065	-
Other postemployment benefit liability	52,121	19,928	72,049	4,598
Net pension liability	1,107,442	494,190	1,601,632	29,357
Bonds payable	<u>2,380,926</u>	<u>3,913,107</u>	<u>6,294,033</u>	<u>-</u>
Total noncurrent liabilities	<u>3,622,554</u>	<u>4,427,225</u>	<u>8,049,779</u>	<u>33,955</u>
Total liabilities	<u>4,352,383</u>	<u>5,129,743</u>	<u>9,482,126</u>	<u>73,448</u>
DEFERRED INFLOWS OF RESOURCES				
Deferred amounts - pension	144,226	64,360	208,586	3,823
Deferred amounts - OPEB	<u>47,627</u>	<u>18,210</u>	<u>65,837</u>	<u>4,203</u>
Total deferred inflows of resources	<u>191,853</u>	<u>82,570</u>	<u>274,423</u>	<u>8,026</u>
NET POSITION				
Net investment in capital assets	9,993,825	15,711,097	25,704,922	339,366
Restricted for public works	518,249	-	518,249	-
Unrestricted	<u>1,439,417</u>	<u>2,718,652</u>	<u>4,158,069</u>	<u>86,439</u>
Total net position	<u>\$ 11,951,491</u>	<u>\$ 18,429,749</u>	<u>\$ 30,381,240</u>	<u>\$ 425,805</u>

See notes to financial statements

Village of Sparta

STATEMENT OF ACTIVITIES

Year ended December 31, 2025

Functions/Programs	Program revenues				Net (expenses) revenues and changes in net position			Component unit Downtown Development Authority
	Expenses	Charges for services	Operating grants and contributions	Capital grants and contributions	Primary government		Totals	
					Governmental activities	Business-type activities		
Governmental activities:								
General government	\$ 959,669	\$ 141,451	\$ 6,901	\$ -	\$ (811,317)		\$ (811,317)	
Public safety	1,241,992	82,975	12,950	-	(1,146,067)		(1,146,067)	
Public works	1,200,577	18,693	546,024	842,931	207,071		207,071	
Recreation and culture	294,166	-	-	-	(294,166)		(294,166)	
Community and economic development	1,050	-	-	803,008	801,958		801,958	
Interest on long-term debt and issuance costs	138,699	-	-	-	(138,699)		(138,699)	
Total governmental activities	<u>3,836,153</u>	<u>243,119</u>	<u>565,875</u>	<u>1,645,939</u>	<u>(1,381,220)</u>		<u>(1,381,220)</u>	
Business-type activities:								
Sewer	1,599,896	1,049,940	-	331,846		\$ (218,110)	(218,110)	
Water	1,091,466	1,034,904	-	21,798		(34,764)	(34,764)	
Airport	887,422	554,545	-	956,299		623,422	623,422	
Total business-type activities	<u>3,578,784</u>	<u>2,639,389</u>	<u>-</u>	<u>1,309,943</u>		<u>370,548</u>	<u>370,548</u>	
Total primary government	<u>\$ 7,414,937</u>	<u>\$ 2,882,508</u>	<u>\$ 565,875</u>	<u>\$ 2,955,882</u>	<u>(1,381,220)</u>	<u>370,548</u>	<u>(1,010,672)</u>	
Component unit:								
Downtown Development Authority	<u>\$ 548,215</u>	<u>\$ 15,023</u>	<u>\$ -</u>	<u>\$ -</u>				<u>\$ (533,192)</u>
General revenues:								
Property taxes					2,062,719	-	2,062,719	380,283
State shared revenue					560,514	-	560,514	-
Local community stabilization share revenue					331,932	-	331,932	-
Franchise fees					36,731	-	36,731	-
Unrestricted interest income					209,127	114,143	323,270	10,058
Gains on capital asset dispositions					540,074	-	540,074	-
Total general revenues					<u>3,741,097</u>	<u>114,143</u>	<u>3,855,240</u>	<u>390,341</u>
Changes in net position					2,359,877	484,691	2,844,568	(142,851)
Net position - beginning					<u>9,591,614</u>	<u>17,945,058</u>	<u>27,536,672</u>	<u>568,656</u>
Net position - ending					<u>\$ 11,951,491</u>	<u>\$ 18,429,749</u>	<u>\$ 30,381,240</u>	<u>\$ 425,805</u>

See notes to financial statements

BALANCE SHEET - governmental funds

December 31, 2025

	<u>Special revenue funds</u>			<u>Total governmental funds</u>
	<u>General</u>	<u>Major Street</u>	<u>Local Street</u>	
ASSETS				
Cash	\$ 2,520	\$ -	\$ 1,799	\$ 4,319
Investments	2,664,528	468,108	66	3,132,702
Receivables	485,792	60,390	24,157	570,339
Prepaid expenditures	10,070	-	-	10,070
Total assets	<u>\$ 3,162,910</u>	<u>\$ 528,498</u>	<u>\$ 26,022</u>	<u>\$ 3,717,430</u>
LIABILITIES AND FUND BALANCES				
Liabilities:				
Payables	\$ 452,793	\$ 24,844	\$ 11,427	\$ 489,064
Unearned revenue	18,847	-	-	18,847
Total liabilities	<u>471,640</u>	<u>24,844</u>	<u>11,427</u>	<u>507,911</u>
Fund balances:				
Nonspendable - prepaids	10,070	-	-	10,070
Restricted for public works	-	503,654	14,595	518,249
Unassigned	2,681,200	-	-	2,681,200
Total fund balances	<u>2,691,270</u>	<u>503,654</u>	<u>14,595</u>	<u>3,209,519</u>
Total liabilities and fund balances	<u>\$ 3,162,910</u>	<u>\$ 528,498</u>	<u>\$ 26,022</u>	<u>\$ 3,717,430</u>

Reconciliation of the balance sheet to the statement of net position:

Total fund balance - total governmental funds \$ 3,209,519

Amounts reported for *governmental activities* in the statement of net position (page 14) are different because:

Capital assets used in *governmental activities* are not financial resources and, therefore, are not reported in the funds. 11,794,470

Some assets are not available to pay current period expenditures and, therefore, are deferred or are not recognized in the funds:
 Prepaid expenses 26,100

Interest payable, related to noncurrent liabilities, is not due and payable in the current period and, therefore, is not reported in the funds. (8,833)

Deferred outflows of resources and deferred inflows of resources, related to the pension and OPEB plans, relate to future years, and are not reported in the funds:
 Deferred outflows of resources - OPEB 7,861
 Deferred inflows of resources - pension (144,226)
 Deferred inflows of resources - OPEB (47,627)

Noncurrent liabilities are not due and payable in the current period and, therefore, are not reported in the funds:
 Bond payable (2,460,926)
 Compensated absences (203,065)
 Net pension liability (1,107,442)
 Other postemployment benefit liability (52,121)

Certain assets and liabilities of the internal service fund are included in *governmental activities* in the statement of net position. 937,781

Net position of *governmental activities* \$ 11,951,491

Village of Sparta

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - governmental funds

Year ended December 31, 2025

	<i>Special revenue funds</i>			<i>Total governmental funds</i>
	<i>General</i>	<i>Major Street</i>	<i>Local Street</i>	
REVENUES				
Property taxes	\$ 1,754,779	\$ -	\$ 330,550	\$ 2,085,329
Licenses and permits	36,731	-	-	36,731
Federal grants	363,375	-	-	363,375
State grants	912,297	394,102	151,922	1,458,321
Intergovernmental	250,000	-	-	250,000
Charges for services	109,802	-	-	109,802
Fines and forfeitures	3,988	-	-	3,988
Interest and rentals	262,684	16,473	42	279,199
Other	9,821	5,798	12,895	28,514
Total revenues	<u>3,703,477</u>	<u>416,373</u>	<u>495,409</u>	<u>4,615,259</u>
EXPENDITURES				
Current:				
General government	928,616	-	-	928,616
Public safety	1,233,670	-	-	1,233,670
Public works	285,727	221,910	579,888	1,087,525
Recreation and culture	255,075	-	-	255,075
Community and economic development	1,050	-	-	1,050
Capital outlay	5,110,383	-	-	5,110,383
Debt service:				
Principal	105,000	-	-	105,000
Interest and issuance costs	141,244	-	-	141,244
Total expenditures	<u>8,060,765</u>	<u>221,910</u>	<u>579,888</u>	<u>8,862,563</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(4,357,288)</u>	<u>194,463</u>	<u>(84,479)</u>	<u>(4,247,304)</u>
OTHER FINANCING SOURCES (USES)				
Proceeds from issuance of bonds	2,445,000	-	-	2,445,000
Premium on bond issuance	132,304	-	-	132,304
Proceeds from sales of capital assets	604,218	-	-	604,218
Transfers in	-	-	79,699	79,699
Transfers out	(79,699)	-	-	(79,699)
Net other financing sources (uses)	<u>3,101,823</u>	<u>-</u>	<u>79,699</u>	<u>3,181,522</u>
CHANGES IN FUND BALANCES	<u>(1,255,465)</u>	<u>194,463</u>	<u>(4,780)</u>	<u>(1,065,782)</u>
FUND BALANCES - BEGINNING	<u>3,946,735</u>	<u>309,191</u>	<u>19,375</u>	<u>4,275,301</u>
FUND BALANCES - ENDING	<u>\$ 2,691,270</u>	<u>\$ 503,654</u>	<u>\$ 14,595</u>	<u>\$ 3,209,519</u>

See notes to financial statements

Village of Sparta

**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -
governmental funds (Continued)**

Year ended December 31, 2025

Reconciliation of the statement of revenues, expenditures, and changes
in fund balances to the statement of activities:

Change in fund balance - total governmental funds (page 17) \$ (1,065,782)

Amounts reported for *governmental activities* in the statement
of activities (page 15) are different because:

Capital assets:

Add - assets acquired 6,426,663
Deduct - basis of asset dispositions (115,347)
Deduct - provision for depreciation (563,266)

Long-term debt:

Add - principal payments 105,000
Deduct - bond issuance (2,565,926)

Changes in other assets/liabilities:

Net increase in prepaid insurance 3,000
Net increase in accrued interest payable (8,833)
Net increase in compensated absences (45,649)
Net decrease in net pension liability 279,403
Net decrease in other postemployment benefit liability 17,882

Changes in deferred outflows and deferred inflows of resources:

Net decrease in deferred outflows of resources - pension (155,187)
Net decrease in deferred outflows of resources - OPEB (4,670)
Net increase in deferred inflows of resources - pension (106,350)
Net decrease in deferred inflows of resources - OPEB 16,910

A portion of the net revenues of the internal service fund is reported
with governmental activities.

142,029

Change in net position of *governmental activities* \$ 2,359,877

STATEMENT OF NET POSITION - proprietary funds

December 31, 2025

	<i>Business-type activities</i>				<i>Governmental activities</i>
	<i>Enterprise funds</i>				<i>Internal service</i>
	<i>Sewer</i>	<i>Water</i>	<i>Airport</i>	<i>Totals</i>	
ASSETS					
Current assets:					
Cash	\$ 2,839	\$ 1,787	\$ 301	\$ 4,927	\$ 1
Investments	1,915,619	1,026,901	212,491	3,155,011	271,086
Receivables	399,137	127,603	138,000	664,740	-
Prepaid expenses	6,578	5,278	5,978	17,834	1,700
Inventory	-	-	24,138	24,138	-
Total current assets	<u>2,324,173</u>	<u>1,161,569</u>	<u>380,908</u>	<u>3,866,650</u>	<u>272,787</u>
Noncurrent assets:					
Capital assets not being depreciated	-	73,386	898,906	972,292	-
Capital assets being depreciated, net	<u>8,621,583</u>	<u>6,040,382</u>	<u>4,154,947</u>	<u>18,816,912</u>	<u>660,281</u>
Total noncurrent assets	<u>8,621,583</u>	<u>6,113,768</u>	<u>5,053,853</u>	<u>19,789,204</u>	<u>660,281</u>
Total assets	<u>10,945,756</u>	<u>7,275,337</u>	<u>5,434,761</u>	<u>23,655,854</u>	<u>933,068</u>
DEFERRED OUTFLOWS OF RESOURCES					
Deferred amounts - OPEB	-	3,006	-	3,006	-
LIABILITIES					
Current liabilities:					
Payables	312,629	26,286	10,810	349,725	12,085
Unearned revenue	-	-	187,793	187,793	-
Bonds payable due within one year	<u>165,000</u>	-	-	<u>165,000</u>	-
Total current liabilities	<u>477,629</u>	<u>26,286</u>	<u>198,603</u>	<u>702,518</u>	<u>12,085</u>
Noncurrent liabilities:					
Other postemployment benefit liability	-	19,928	-	19,928	-
Net pension liability	200,612	293,578	-	494,190	-
Bonds payable	<u>3,913,107</u>	-	-	<u>3,913,107</u>	-
Total noncurrent liabilities	<u>4,113,719</u>	<u>313,506</u>	<u>-</u>	<u>4,427,225</u>	<u>-</u>
Total liabilities	<u>4,591,348</u>	<u>339,792</u>	<u>198,603</u>	<u>5,129,743</u>	<u>12,085</u>
DEFERRED INFLOWS OF RESOURCES					
Deferred amounts - pension	26,126	38,234	-	64,360	-
Deferred amounts - OPEB	-	18,210	-	18,210	-
Total deferred inflows of resources	<u>26,126</u>	<u>56,444</u>	<u>-</u>	<u>82,570</u>	<u>-</u>
NET POSITION					
Net investment in capital assets	4,543,476	6,113,768	5,053,853	15,711,097	660,281
Unrestricted	<u>1,784,806</u>	<u>768,339</u>	<u>182,305</u>	<u>2,735,450</u>	<u>260,702</u>
Total net position	<u>\$ 6,328,282</u>	<u>\$ 6,882,107</u>	<u>\$ 5,236,158</u>	18,446,547	<u>\$ 920,983</u>
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds.				(16,798)	
Net position of <i>business-type activities</i> (page 14)				<u>\$ 18,429,749</u>	

STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION - proprietary funds

Year ended December 31, 2025

	<i>Business-type activities</i>				<i>Governmental activities</i>
	<i>Enterprise funds</i>				<i>Internal service</i>
	<i>Sewer</i>	<i>Water</i>	<i>Airport</i>	<i>Totals</i>	
OPERATING REVENUES					
Charges for services:					
Utility commodity charges	\$ 1,022,030	\$ 934,897	\$ -	\$ 1,956,927	\$ -
Rentals	-	38,144	175,181	213,325	351,020
Fuel sales	-	-	377,923	377,923	-
Other	27,910	61,863	1,441	91,214	1,662
Total operating revenues	<u>1,049,940</u>	<u>1,034,904</u>	<u>554,545</u>	<u>2,639,389</u>	<u>352,682</u>
OPERATING EXPENSES					
Personnel costs	481,906	301,279	114,151	897,336	-
Gas and oil	6,450	9,844	299,733	316,027	18,233
Supplies	161,886	184,713	8,538	355,137	20,357
Contracted services	238,208	230,981	65,351	534,540	13,516
Insurance	13,001	12,766	17,321	43,088	9,836
Utilities	114,905	63,694	21,299	199,898	-
Repairs and maintenance	280	-	987	1,267	75,713
Internal charges - equipment rentals	4,923	18,880	-	23,803	-
Depreciation	351,012	265,972	351,441	968,425	126,000
Miscellaneous	8,278	7,119	9,133	24,530	319
Total operating expenses	<u>1,380,849</u>	<u>1,095,248</u>	<u>887,954</u>	<u>3,364,051</u>	<u>263,974</u>
OPERATING INCOME (LOSS)	<u>(330,909)</u>	<u>(60,344)</u>	<u>(333,409)</u>	<u>(724,662)</u>	<u>88,708</u>
NONOPERATING REVENUES (EXPENSES)					
Gain (loss) on disposition of capital assets	-	-	-	-	51,203
Interest revenue	61,069	39,734	13,340	114,143	8,133
Interest expense and fees	(101,568)	-	-	(101,568)	-
Bond issuance costs	(119,180)	-	-	(119,180)	-
Net nonoperating revenues (expenses)	<u>(159,679)</u>	<u>39,734</u>	<u>13,340</u>	<u>(106,605)</u>	<u>59,336</u>
INCOME (LOSS) BEFORE CAPITAL CONTRIBUTIONS	<u>(490,588)</u>	<u>(20,610)</u>	<u>(320,069)</u>	<u>(831,267)</u>	<u>148,044</u>
CAPITAL CONTRIBUTIONS					
Capital grants	-	-	956,299	956,299	-
Debt service charges	310,048	-	-	310,048	-
Connection fees	21,798	21,798	-	43,596	-
Total capital contributions	<u>331,846</u>	<u>21,798</u>	<u>956,299</u>	<u>1,309,943</u>	<u>-</u>
CHANGES IN NET POSITION	<u>(158,742)</u>	<u>1,188</u>	<u>636,230</u>	<u>478,676</u>	<u>148,044</u>
NET POSITION - BEGINNING	<u>6,487,024</u>	<u>6,880,919</u>	<u>4,599,928</u>	<u>17,967,871</u>	<u>772,939</u>
NET POSITION - ENDING	<u>\$ 6,328,282</u>	<u>\$ 6,882,107</u>	<u>\$ 5,236,158</u>	<u>\$ 18,446,547</u>	<u>\$ 920,983</u>
Change in net position				\$ 478,676	
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds.				<u>6,015</u>	
Change in net position of <i>business-type activities</i> (page 15)				<u>\$ 484,691</u>	

STATEMENT OF CASH FLOWS - proprietary funds

Year ended December 31, 2025

	<i>Business-type activities</i>				<i>Governmental activities</i>
	<i>Enterprise funds</i>				<i>Internal service</i>
	<i>Sewer</i>	<i>Water</i>	<i>Airport</i>	<i>Totals</i>	
CASH FLOWS FROM OPERATING ACTIVITIES					
Receipts from customers and users	\$ 1,050,694	\$ 1,031,460	\$ 608,519	\$ 2,690,673	\$ -
Receipts from interfund services	-	-	-	-	352,682
Payments to vendors and suppliers	(612,846)	(600,036)	(461,613)	(1,674,495)	(128,063)
Payments to employees	(258,560)	(197,059)	(75,362)	(530,981)	-
Internal activity - payments to other funds	(4,923)	(18,880)	-	(23,803)	-
Net cash provided by (used in) operating activities	<u>174,365</u>	<u>215,485</u>	<u>71,544</u>	<u>461,394</u>	<u>224,619</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES					
Proceeds from issuance of capital debt	1,415,396	-	-	1,415,396	-
Proceeds from sales of capital assets	-	-	-	-	61,474
Debt service charges	310,048	-	-	310,048	-
Capital grants	-	-	138,900	138,900	-
Connection fees	21,798	21,798	-	43,596	-
Acquisition of capital assets	(1,305,262)	(82,949)	(242,016)	(1,630,227)	(169,376)
Principal payments on capital debt	(160,000)	-	-	(160,000)	-
Interest payments on capital debt	(220,748)	-	-	(220,748)	-
Net cash provided by (used in) capital and related financing activities	<u>61,232</u>	<u>(61,151)</u>	<u>(103,116)</u>	<u>(103,035)</u>	<u>(107,902)</u>
CASH FLOWS FROM INVESTING ACTIVITIES					
Sale (purchase) of investments	(300,109)	(197,446)	18,065	(479,490)	(124,850)
Interest received	<u>61,069</u>	<u>39,734</u>	<u>13,340</u>	<u>114,143</u>	<u>8,133</u>
Net cash provided by (used in) investing activities	<u>(239,040)</u>	<u>(157,712)</u>	<u>31,405</u>	<u>(365,347)</u>	<u>(116,717)</u>
NET CHANGE IN CASH	<u>(3,443)</u>	<u>(3,378)</u>	<u>(167)</u>	<u>(6,988)</u>	<u>-</u>
CASH - BEGINNING	<u>6,282</u>	<u>5,165</u>	<u>468</u>	<u>11,915</u>	<u>1</u>
CASH - ENDING	<u>\$ 2,839</u>	<u>\$ 1,787</u>	<u>\$ 301</u>	<u>\$ 4,927</u>	<u>\$ 1</u>

STATEMENT OF CASH FLOWS - proprietary funds (Continued)

Year ended December 31, 2025

	<i>Business-type activities</i>				<i>Governmental activities</i>
	<i>Enterprise funds</i>				<i>Internal service</i>
	<i>Sewer</i>	<i>Water</i>	<i>Airport</i>	<i>Totals</i>	
Reconciliation of operating income (loss) to net cash provided by (used in) operating activities					
Operating income (loss)	\$ (330,909)	\$ (60,344)	\$ (333,409)	\$ (724,662)	\$ 88,708
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:					
Depreciation	351,012	265,972	351,441	968,425	126,000
(Increase) decrease in:					
Receivables	754	(3,444)	5,708	3,018	795
Prepaid expenses	(261)	3,039	(1,269)	1,509	(100)
Inventory	-	-	(5,438)	(5,438)	-
Deferred outflows of resources - pension	10,803	38,226	-	49,029	-
Deferred outflows of resources - OPEB	-	1,856	-	1,856	-
Increase (decrease) in:					
Payables	15,406	3,376	6,245	25,027	9,216
Unearned revenue	-	-	48,266	48,266	-
Other postemployment benefit liability	-	(7,238)	-	(7,238)	-
Net pension liability	104,071	(48,028)	-	56,043	-
Deferred inflows of resources - pension	23,489	28,904	-	52,393	-
Deferred inflows of resources - OPEB	-	(6,834)	-	(6,834)	-
Net cash provided by (used in) operating activities	<u>\$ 174,365</u>	<u>\$ 215,485</u>	<u>\$ 71,544</u>	<u>\$ 461,394</u>	<u>\$ 224,619</u>
Schedule of noncash capital and related financing activities:					
Acquisition of capital assets:					
Increase in capital assets	\$ (1,543,645)	\$ (82,949)	\$ (921,415)	\$ (2,548,009)	\$ (169,376)
Less increase in payables	238,383	-	-	238,383	-
Less capital grants	-	-	679,399	679,399	-
Net cash used to acquire capital assets	<u>\$ (1,305,262)</u>	<u>\$ (82,949)</u>	<u>\$ (242,016)</u>	<u>\$ (1,630,227)</u>	<u>\$ (169,376)</u>
Proceeds from issuance of capital debt:					
Increase in capital debt	\$ 1,593,107	\$ -	\$ -	\$ 1,593,107	\$ -
Less increase in draws receivable	(177,711)	-	-	(177,711)	-
Net cash provided by issuance of capital debt	<u>\$ 1,415,396</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,415,396</u>	<u>\$ -</u>

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of the Village of Sparta, Michigan (the Village), conform to accounting principles generally accepted in the United States of America (hereinafter referred to as generally accepted accounting principles) as applicable to governmental units. The following is a summary of the more significant accounting policies.

Reporting entity:

As required by generally accepted accounting principles, these financial statements present the Village (the primary government), located in Kent County, and its component unit described below, for which the Village is financially accountable. The discretely presented component unit is reported in a separate column in the government-wide financial statements to emphasize that it is legally separate from the primary government. Separate financial statements for the Authority have not been issued, as management believes these financial statements, including disclosures, contain complete information so as to constitute a fair presentation of the component unit.

Discretely presented component unit - Downtown Development Authority:

The Authority was established pursuant to Public Act 197 of 1975, as amended, to correct and prevent deterioration and promote economic growth within the downtown district. The Authority is fiscally dependent on the Village because the Village Council appoints the Authority's governing body and approves its budget. The Village is also obligated to provide some of its tax revenues to the Authority, through tax increment financing, which represents a financial burden on the Village.

Government-wide and fund financial statements:

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the Village. The effect of interfund activity has been removed from these statements. Governmental activities, normally supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

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

Separate financial statements are provided for governmental funds and proprietary funds. Major individual governmental funds and major individual proprietary funds are reported as separate columns in the fund financial statements.

Measurement focus, basis of accounting, and financial statement presentation:

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

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

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Measurement focus, basis of accounting, and financial statement presentation (continued):

State grants, licenses, and permits, charges for services, and interest associated with the current fiscal period are all considered to be susceptible to accrual and have been recognized as revenues of the current fiscal period. Only the portion of special assessment receivables due within the current fiscal period is considered to be susceptible to accrual as revenue of the current period. All other revenue items are considered to be measurable and available only when cash is received by the Village.

The Village reports the following major governmental funds:

The General Fund is the Village's primary operating fund. It accounts for all financial resources of the Village, except those required to be accounted for in another fund. Revenues are primarily derived from property taxes and state shared revenue.

The Major Street Fund, a special revenue fund, accounts for allocated state gas and weight tax revenues that are restricted for expenditures related to maintaining and improving the Village's major streets.

The Local Street Fund, a special revenue fund, accounts for allocated state gas and weight tax revenues that are restricted for expenditures related to maintaining and improving the Village's local streets.

The Village reports the following major proprietary funds:

The Sewer Fund accounts for activities of the Village's sewage collection systems and treatment plant.

The Water Fund accounts for activities of the Village's water distribution system.

The Airport Fund accounts for activities of the Village's airport.

Additionally, the Village reports the following fund type:

The Motor Vehicle Pool Fund, an internal service fund, accounts for vehicle and equipment management services provided to other departments of the Village on a cost-reimbursement basis.

Amounts reported as program revenues include: (1) charges to customers or applicants for goods, services, or privileges provided; (2) operating grants and contributions; and (3) capital grants and contributions, including special assessments. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all property taxes.

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

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Assets, deferred outflows of resources, liabilities, deferred inflows of resources, and equity:

Cash - Cash is 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. Pooled interest income is proportionately allocated to all funds.

Investments - Investments are reported at fair value, with changes in value recognized in the operating statement of the fund holding the investments. Realized and unrealized gains and losses are included in interest income.

Receivables - Activity between funds that is representative of lending/borrowing arrangements outstanding at the end of the fiscal year is referred to as "due to/from other funds." Any residual balances outstanding between the governmental activities and the business-type activities are reported in the government-wide financial statements as "internal balances." No allowance for uncollectible accounts has been recorded, as the Village considers all receivables to be fully collectible.

Inventories - The costs of inventories are recorded as assets when purchased and charged to expenses when used. Inventories, reported in the proprietary funds, are valued at the lower of cost or market. Cost is determined under the first-in, first-out method.

Prepays - Certain payments to vendors reflect costs applicable to future fiscal years and are recorded as prepaids in the fund financial statements and the government-wide financial statements.

Capital assets - Capital assets, which include land, buildings, equipment, and infrastructure assets (e.g., sewer and water systems, streets, sidewalks, and similar items), are reported in the applicable governmental or business-type activities column in the government-wide financial statements. Capital assets are defined by the Village as assets with an initial, individual cost of more than \$5,000 (\$10,000 for infrastructure assets) and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at acquisition value as of the date received. Governments can elect to account for infrastructure assets of governmental activities either retroactively to June 15, 1980, or prospectively. The Village has elected to account for its infrastructure assets prospectively, beginning January 1, 2004.

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

Buildings and improvements	50 years
Equipment	5 - 20 years
Vehicles	5 - 10 years
Infrastructure	20 - 50 years

Deferred outflows of resources - The statement of net position and the proprietary funds statement of net position include a separate section for deferred outflows of resources. This separate financial statement element reflects a decrease in net position that applies to a future period. The related expense will not be recognized until a future event occurs. The Village has two items in this category: deferred amounts relating to the defined benefit pension plan and deferred amounts relating to the OPEB plan. The deferred outflows, related to the defined benefit pension plan, are discussed in Note 8, and the deferred outflows, related to the OPEB plan, are discussed in Note 9. No deferred outflows of resources affect the governmental funds financial statements.

Unearned revenue - The Airport Fund, a proprietary fund, reports unearned revenue in connection with land leases where resources have been received, but not yet earned. The General Fund reports unearned revenue in connection with contributions received but not yet earned.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Assets, deferred outflows of resources, liabilities, deferred inflows of resources, and equity (continued):

Compensated absences - It is the Villages's policy to permit employees to accumulate earned but unused sick and vacation pay benefits. Compensated absences are accrued when earned in the government-wide and proprietary funds financial statements. A liability for these amounts is reported in governmental funds only for employee terminations as of year end, if any.

Postemployment benefits other than pensions - For purposes of measuring the net other postemployment benefits (OPEB) liability and OPEB expenses, information about the fiduciary net position of the Plan and additions to/deductions from the employer's fiduciary net position have been determined on the same basis as they are reported by the employer. For this purpose, benefit payments are recognized when due and payable in accordance with the benefit terms. The Plan has no investments.

Pension - For purposes of measuring the net pension liability, deferred outflows of resources, deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the pension plan, and additions to/deductions from the pension plan's fiduciary net position have been determined on the same basis as they are reported by the pension plan. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value. The Village and its defined pension plan share the same year-end date. Accordingly, the Village has elected to measure its net pension liability as of the prior December 31.

Deferred inflows of resources - The statement of net position and the proprietary funds statement of net position include a separate section for deferred inflows of resources. This separate financial statement element reflects an increase in net position that applies to a future period. The related increase will not be recognized until a future event occurs. The Village has two items in this category: deferred amounts relating to the defined benefit pension plan and deferred amounts relating to the OPEB plan. The deferred inflows of resources, related to the defined benefit pension plan, are discussed in Note 8 and the deferred inflows of resources, related to the OPEB plan, are discussed in Note 9.

Long-term obligations - In the government-wide and proprietary funds financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statements of net position. In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources, while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

Net position - Net position represents the difference between assets and deferred outflows of resources, and liabilities and deferred inflows of resources. The Village reports three categories of net position, as follows: (1) *Net investment in capital assets* consists of net capital assets and deferred outflows of resources reduced by outstanding balances of any related debt obligations attributable to the acquisition, construction, or improvement of those assets; (2) *Restricted net position* is considered restricted if its use is constrained to a particular purpose. Restrictions are imposed by external organizations, such as federal or state laws or buyers of the Village's debt. Restricted net position is reduced by liabilities and deferred inflows of resources related to the restricted assets; (3) *Unrestricted net position* consists of all other net position that does not meet the definition of the above components and is available for general use by the Village.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Assets, deferred outflows of resources, liabilities, deferred inflows of resources, and equity (continued):

Net position flow assumption - Sometimes, the Village will fund outlays for a particular purpose from both restricted (e.g., restricted bond or grant proceeds) and unrestricted resources. In order to calculate the amounts to report as restricted - net position and unrestricted - net position in the government-wide and proprietary funds financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. It is the Village’s policy to consider restricted - net position to have been depleted before unrestricted - net position is applied.

Fund equity - Governmental funds report nonspendable fund balance for amounts that cannot be spent because they are not in spendable form. Restricted fund balance is reported when externally imposed constraints are placed on the use of resources by grantors, contributors, or laws and regulations of other governments. The Council has delegated the authority to assign fund balance to the Village manager. Unassigned fund balance is the residual classification for the General Fund. When the Village incurs an expenditure for purposes for which various fund balance classifications can be used, it is the Village’s policy to use the restricted fund balance first, followed by assigned fund balance, and, finally, unassigned fund balance.

Property tax revenue recognition - Property taxes are levied each July 1 (lien date) on the taxable valuation of property as of the preceding December 31. Property taxes are considered delinquent on September 14 of the following year, at which time interest and penalties are assessed. The Village’s 2025 ad valorem tax was levied and collectible on July 1, 2025. It is the Village’s policy to recognize revenue from that tax levy in the current year when the proceeds are budgeted and made available for the financing of operations.

Use of estimates - The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the period. Accordingly, actual results could differ from those estimates.

NOTE 2 - STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

Budgetary information - Annual budgets are adopted on a basis consistent with generally accepted accounting principles for the Village’s general and special revenue funds. The budget document presents information by fund, function, department, and line-item. The legal level of budgetary control adopted by the governing body is the activity level. All annual appropriations lapse at the end of the fiscal year.

Excess of expenditures over appropriations - The following schedule sets forth the reportable budget variances:

<u>Fund</u>	<u>Function</u>	<u>Activity</u>	<u>Final budget</u>	<u>Actual</u>	<u>Variance</u>
Primary government:					
General	General government	Building and grounds	\$ 62,500	\$ 65,981	\$ 3,481
	Public works	Sidewalks	115	3,515	3,400
Component unit:					
Downtown Development Authority	Community and economic development		270,454	285,644	15,190

NOTE 3 - CASH AND INVESTMENTS

At December 31, 2025, cash and investments are classified in the accompanying financial statements as follows:

	<u>Governmental activities</u>	<u>Business-type activities</u>	<u>Total primary government</u>	<u>Component unit</u>	<u>Totals</u>
Cash	\$ 4,145	\$ 4,927	\$ 9,072	\$ -	\$ 9,072
Cash on hand	175	-	175	-	175
Investments	<u>3,403,788</u>	<u>3,155,011</u>	<u>6,558,799</u>	<u>100,059</u>	<u>6,658,858</u>
Totals	<u>3,408,108</u>	<u>3,159,938</u>	<u>6,568,046</u>	<u>100,059</u>	<u>6,668,105</u>

Deposits - Michigan Compiled Laws, Section 129.91 (Public Act 20 of 1943, as amended) and the Village’s investment policy authorize the Village to make deposits in the accounts of federally insured banks, credit unions, and savings and loan associations that have an office in Michigan. The Village’s deposits are in accordance with statutory authority.

Custodial credit risk is the risk that, in the event of the failure of a financial institution, the Village will not be able to recover its deposits. The Village’s investment policy does not specifically address custodial credit risk for deposits. At December 31, 2025, \$264,065 of the Village’s bank balances of \$514,371 was exposed to custodial credit risk because it was uninsured and uncollateralized. The Village maintains individual and pooled bank accounts for all of its funds and its component unit. Due to the use of pooled deposits, it is not practicable to allocate insured and uninsured portions of certain bank balances between the primary government and the component unit.

Investments - State statutes and the Village’s investment policy authorize the Village to invest in a) obligations of the U.S. Treasury, agencies, and instrumentalities; b) commercial paper rated within the two (2) highest rate classifications, which mature not more than 270 days after the date of purchase; c) repurchase agreements, collateralized by U.S. governmental securities; d) bankers' acceptances; e) mutual funds composed of otherwise legal investments; and f) investment pools organized under the local government investment pool act. The Village’s investment policy does not address credit risk or interest rate risk for investments.

Investments in entities that calculate net asset value per share - The Village holds shares in an investment pool where the fair value of the investment is measured on a recurring basis using net asset value per share of the investment pool as a practical expedient. At December 31, 2025, the fair value, unfunded commitments, and redemption rules of that investment is as follows:

	<u>Michigan CLASS Pool</u>
Fair value at December 31, 2025	\$ 6,658,858
Unfunded commitments	none
Redemption frequency	n/a
Notice period	none

The Michigan CLASS investment Pool invests in U.S. Treasury obligations, federal agency obligations of the U.S. government, high-grade commercial paper (rated 'A-1' or better), collateralized bank deposits, repurchase agreements (collateralized at 102% by treasury agencies), and approved money market funds. The program is designed to meet the needs of Michigan public sector investors. The Pool purchases securities that are legally permissible under state statutes and are available for investment by Michigan counties, cities, townships, school districts, authorities, and other public agencies.

NOTE 3 - CASH AND INVESTMENTS (Continued)

Fair value measurement - The Village categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs. The investment pool was measured at net asset value (or its equivalent) as a practical expedient and, accordingly, has not been classified in the fair value hierarchy.

NOTE 4 - RECEIVABLES

Receivables as of December 31, 2025, for the Village’s funds and its component unit, all of which are considered fully collectible, were as follows:

<u>Fund</u>	<u>Accounts</u>	<u>Taxes</u>	<u>Intergovern- mental</u>	<u>Totals</u>
Primary government:				
Governmental:				
General	\$ 28,730	\$ -	\$ 457,062	\$ 485,792
Major Street	-	-	60,390	60,390
Local Street	-	-	24,157	24,157
Total governmental	<u>\$ 28,730</u>	<u>\$ -</u>	<u>\$ 541,609</u>	<u>\$ 570,339</u>
Proprietary:				
Enterprise:				
Sewer	\$ 201,881	\$ -	\$ 197,256	\$ 399,137
Water	127,603	-	-	127,603
Airport	-	-	138,000	138,000
Total enterprise	<u>\$ 329,484</u>	<u>\$ -</u>	<u>\$ 335,256</u>	<u>\$ 664,740</u>
Component unit:				
Downtown Development Authority	<u>\$ -</u>	<u>\$ 63,921</u>	<u>\$ -</u>	<u>\$ 63,921</u>

NOTE 5 - CAPITAL ASSETS

Capital asset activity for the year ended December 31, 2025, was as follows:

	<u>Beginning balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending balance</u>
Governmental activities:				
Capital assets not being depreciated:				
Land	\$ 94,846	\$ -	\$ -	\$ 94,846
Construction in progress	<u>-</u>	<u>4,539,693</u>	<u>-</u>	<u>4,539,693</u>
Total capital assets not being depreciated	<u>94,846</u>	<u>4,539,693</u>	<u>-</u>	<u>4,634,539</u>
Capital assets being depreciated:				
Buildings	898,147	114,451	(156,618)	855,980
Equipment	806,651	285,609	(125,938)	966,322
Vehicles	1,118,643	169,376	(51,790)	1,236,229
Streets	<u>11,559,474</u>	<u>1,486,910</u>	<u>-</u>	<u>13,046,384</u>
Subtotal	<u>14,382,915</u>	<u>2,056,346</u>	<u>(334,346)</u>	<u>16,104,915</u>
Less accumulated depreciation for:				
Buildings	(368,975)	(31,692)	78,498	(322,169)
Equipment	(510,460)	(42,157)	83,163	(469,454)
Vehicles	(686,252)	(103,716)	47,067	(742,901)
Streets	<u>(6,238,478)</u>	<u>(511,701)</u>	<u>-</u>	<u>(6,750,179)</u>
Subtotal	<u>(7,804,165)</u>	<u>(689,266)</u>	<u>208,728</u>	<u>(8,284,703)</u>
Total capital assets being depreciated, net	<u>6,578,750</u>	<u>1,367,080</u>	<u>(125,618)</u>	<u>7,820,212</u>
Governmental activities capital assets, net	<u>\$ 6,673,596</u>	<u>\$ 5,906,773</u>	<u>\$ (125,618)</u>	<u>\$ 12,454,751</u>

Depreciation expense was charged to functions of the governmental activities as follows:

Governmental activities:	
General government	\$ 17,739
Public safety	12,310
Public works	495,444
Recreation and culture	37,773
Depreciation on capital assets held by internal service fund	<u>126,000</u>
Total governmental activities	<u>\$ 689,266</u>

NOTE 5 - CAPITAL ASSETS (Continued)

	<u>Beginning balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending balance</u>
Business-type activities:				
Capital assets not being depreciated - land	\$ 972,292	\$ -	\$ -	\$ 972,292
Capital assets being depreciated:				
Sewer system	13,619,343	1,531,104	-	15,150,447
Water system	11,970,206	82,949	-	12,053,155
Land improvements	6,076,155	700,108	-	6,776,263
Buildings	1,510,176	-	-	1,510,176
Vehicles and equipment	1,223,141	233,848	-	1,456,989
Subtotal	<u>34,399,021</u>	<u>2,548,009</u>	<u>-</u>	<u>36,947,030</u>
Less accumulated depreciation for:				
Sewer system	(6,549,648)	(310,579)	-	(6,860,227)
Water system	(5,814,092)	(260,300)	-	(6,074,392)
Land improvements	(3,375,718)	(275,943)	-	(3,651,661)
Buildings	(831,242)	(59,295)	-	(890,537)
Vehicles and equipment	(590,993)	(62,308)	-	(653,301)
Subtotal	<u>(17,161,693)</u>	<u>(968,425)</u>	<u>-</u>	<u>(18,130,118)</u>
Total capital assets being depreciated, net	<u>17,237,328</u>	<u>1,579,584</u>	<u>-</u>	<u>18,816,912</u>
Business-type activities capital assets, net	<u>\$ 18,209,620</u>	<u>\$ 1,579,584</u>	<u>\$ -</u>	<u>\$ 19,789,204</u>

NOTE 5 - CAPITAL ASSETS (Continued)

	<i>Beginning balance</i>	<i>Increases</i>	<i>Decreases</i>	<i>Ending balance</i>
Component unit - Downtown Development Authority:				
Capital assets not being depreciated - land	\$ 115,549	\$ -	\$ -	\$ 115,549
Capital assets being depreciated -				
Buildings	185,655	-	-	185,655
Equipment	9,980	13,920	-	23,900
Infrastructure	125,304	-	-	125,304
Subtotal	<u>320,939</u>	<u>13,920</u>	<u>-</u>	<u>334,859</u>
Less accumulated depreciation for -				
Buildings	(44,972)	(8,117)	-	(53,089)
Equipment	(4,211)	(998)	-	(5,209)
Infrastructure	(48,336)	(4,408)	-	(52,744)
Subtotal	<u>(97,519)</u>	<u>(13,523)</u>	<u>-</u>	<u>(111,042)</u>
Total capital assets being depreciated, net	<u>223,420</u>	<u>397</u>	<u>-</u>	<u>223,817</u>
Component unit capital assets, net	<u>\$ 338,969</u>	<u>\$ 397</u>	<u>\$ -</u>	<u>\$ 339,366</u>

NOTE 6 - PAYABLES

Payables as of December 31, 2025, for the Village’s funds were as follows:

<u>Fund</u>	<u>Accounts</u>	<u>Payroll</u>	<u>Interest</u>	<u>Totals</u>
Primary government:				
Governmental:				
General	\$ 397,190	\$ 55,603	\$ -	\$ 452,793
Major Street	22,594	2,250	-	24,844
Local Street	<u>8,133</u>	<u>3,294</u>	<u>-</u>	<u>11,427</u>
Total governmental	<u>\$ 427,917</u>	<u>\$ 61,147</u>	<u>\$ -</u>	<u>\$ 489,064</u>
Proprietary:				
Enterprise:				
Sewer	\$ 274,362	\$ 12,867	\$ 25,400	\$ 312,629
Water	19,509	6,777	-	26,286
Airport	<u>7,630</u>	<u>3,180</u>	<u>-</u>	<u>10,810</u>
Total enterprise	<u>\$ 301,501</u>	<u>\$ 22,824</u>	<u>\$ 25,400</u>	<u>\$ 349,725</u>
Internal Service	<u>\$ 12,085</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 12,085</u>
Component unit:				
Downtown Development Authority	<u>\$ 31,797</u>	<u>\$ 7,696</u>	<u>\$ -</u>	<u>\$ 39,493</u>

NOTE 7 - LONG-TERM LIABILITIES

At December 31, 2025, long-term liabilities consist of the following individual issues:

Governmental activities:	
Bonds:	
\$2,445,000 2025 General obligation bonds - payable in annual installments ranging from \$80,000 to \$175,000, plus interest of 2.23%; final payment due in December 2044	\$ 2,340,000
Premium - 2025 bonds	120,926
Accrued compensated absences	<u>203,065</u>
Total governmental activities long-term liabilities	<u>\$ 2,663,991</u>

NOTE 7 - LONG-TERM LIABILITIES (Continued)

Business-type activities:

Bonds:

\$3,605,000 2018 Sewer refunding bonds - payable in annual installments ranging from \$105,000 to \$255,000, plus interest at 3.84%; final payment due October 2037 \$ 2,485,000

\$19,839,800 2025 State Revolving Fund (SRF) sewer system revenue bonds - payable in annual installments ranging from \$489,800 to \$870,000, plus interest at 3.84%; final payment due April 2057; balance represents draws to date 1,593,107

Total business-type activities long-term liabilities \$ 4,078,107

The debt issues of the business-type activities are secured by specific revenue streams. All other debt is secured by the full faith and credit of the Village. All outstanding debt of the Village is direct borrowing or direct placement debt.

Long-term liability activity for the year ended December 31, 2025, is as follows:

	<u>Beginning balance</u>	<u>Additions</u>	<u>Net change</u>	<u>Reductions</u>	<u>Ending balance</u>	<u>Amounts due within one year</u>
Governmental activities:						
2025 General obligation bonds	\$ -	\$ 2,445,000	\$ -	\$ (105,000)	\$ 2,340,000	\$ 80,000
Premium - 2025 bonds	-	132,304	-	(11,378)	120,926	-
Compensated absences	<u>157,416</u>	<u>-</u>	<u>45,649</u>	<u>-</u>	<u>203,065</u>	<u>121,000</u>
Total governmental activities	<u>\$ 157,416</u>	<u>\$ 2,577,304</u>	<u>\$ 45,649</u>	<u>\$ (116,378)</u>	<u>\$ 2,663,991</u>	<u>\$ 201,000</u>
Business-type activities:						
2018 Sewer refunding bonds	\$ 2,645,000	\$ -	\$ -	\$ (160,000)	\$ 2,485,000	\$ 165,000
2025 Sewer SRF bonds	<u>-</u>	<u>1,593,107</u>	<u>-</u>	<u>-</u>	<u>1,593,107</u>	<u>-</u>
Total business-type activities	<u>\$ 2,645,000</u>	<u>\$ 1,593,107</u>	<u>\$ -</u>	<u>\$ (160,000)</u>	<u>\$ 4,078,107</u>	<u>\$ 165,000</u>

NOTE 7 - LONG-TERM LIABILITIES (Continued)

At December 31, 2025, debt service requirements, excluding compensated absences, were as follows:

<i>Year ended</i> <u>December 31,</u>	<u>Governmental activities</u>		<u>Business-type activities</u>	
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>
2026	\$ 80,000	\$ 106,000	\$ 165,000	\$ 95,424
2027	80,000	102,000	175,000	89,088
2028	85,000	98,000	669,800	82,368
2029	90,000	93,750	680,000	75,456
2030	95,000	89,250	700,000	68,352
2031 - 2035	550,000	370,000	1,188,307	224,256
2036 - 2040	695,000	222,750	500,000	28,992
2041 - 2045	<u>665,000</u>	<u>67,800</u>	<u>-</u>	<u>-</u>
Totals	<u>\$ 2,340,000</u>	<u>\$ 1,149,550</u>	<u>\$ 4,078,107</u>	<u>\$ 663,936</u>

NOTE 8 - DEFINED BENEFIT PENSION PLAN

Plan description:

The Village participates in the Municipal Employees’ Retirement System of Michigan (MERS). MERS is an agent multiple-employer, statewide public employee pension plan established by the Michigan Legislature under Public Act 135 of 1945 and administered by a nine-member retirement board. MERS issues a publicly available financial report that includes financial statements and required supplementary information. This report may be obtained by accessing the MERS website at www.mersofmich.com. The plan is closed to new participants.

Benefits provided:

The Village’s defined benefit pension plan provides certain retirement, disability, and death benefits to plan members and beneficiaries. Retirement benefits for eligible employees are calculated as 2.25% of the employee’s final five-year average compensation times the employee’s years of service. Normal retirement age is 60, with early retirement at a reduced benefit at age 50, with 25 years of service, or age 55 with 15 years of service. Deferred retirement benefits vest after 10 years of credited service but are not paid until the date retirement would have occurred had the member remained an employee. An employee who leaves service may withdraw their contributions, plus any accumulated interest. Benefit terms, within the parameters of MERS, are established and amended by the authority of the Village Council.

Employees covered by benefit terms:

At the December 31, 2025, measurement date, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefits	18
Inactive employees entitled to but not yet receiving benefits	7
Active employees	<u>4</u>
Total	<u>29</u>

Contributions:

The Village is required to contribute amounts at least equal to the actuarially determined rate, as established by the MERS Retirement Board. The actuarially determined rate is the estimated amount necessary to finance the cost of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability. Covered employees are required to contribute 5% of their compensation to the plan. For the year ended December 31, 2025, Village contributed a flat rate of \$12,345 each month for a total of \$148,140 to the plan, while employees contributed \$24,309 to the plan.

NOTE 8 - DEFINED BENEFIT PENSION PLAN (Continued)

Net pension liability:

The Village’s net pension liability reported at December 31, 2025, was determined using a measurement of the total pension liability and the pension net position as of December 31, 2025. The total pension liability was determined by an annual actuarial valuation as of December 31, 2024.

Actuarial assumptions:

The total pension liability in the December 31, 2024, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.50%	
Salary increases	3.00%	in the long term
Investment rate of return	6.93%	net investment expense, including inflation

Mortality rates were based on a 50 percent male, 50 percent female blend of the Pub-2010 fully generational MP-2019 scale.

The actuarial assumptions used in the December 31, 2024, valuation were based on the results of the actuarial experience study from 2014 to 2018, and dated 2020, which is the most recent actuarial experience study.

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

<u>Asset class</u>	<u>Target allocation</u>	<u>Long-term expected real rate of return</u>	<u>Expected money-weighted rate of return</u>
Global equity	60.00%	4.50%	2.70%
Global fixed income	20.00%	2.00%	0.40%
Private investments	<u>20.00%</u>	7.00%	1.40%
	<u>100.00%</u>		
Inflation			2.50%
Administrative expenses			<u>0.18%</u>
Investment rate of return			<u>7.18%</u>

Discount rate:

The discount rate used to measure the total pension liability is 7.18% for 2025. The projection of cash flows used to determine the discount rate assumes that employer contributions will be made at the actuarially determined rates for employers. Based on these assumptions, the pension plan’s fiduciary net position was projected to be available to pay all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

NOTE 8 - DEFINED BENEFIT PENSION PLAN (Continued)

Changes in net pension liability:

	<i>Increase (decrease)</i>		
	<i>Total pension liability</i>	<i>Plan fiduciary net position</i>	<i>Net pension liability</i>
	<i>(a)</i>	<i>(b)</i>	<i>(a) - (b)</i>
Balances at December 31, 2024	\$ 6,683,301	\$ 4,826,748	\$ 1,856,553
Changes for the year:			
Service cost	37,269	-	37,269
Interest	465,018	-	465,018
Differences between expected and actual experience	160,446	-	160,446
Changes in assumptions	(2,408)		(2,408)
Employer contributions	-	142,128	(142,128)
Employee contributions	-	13,822	(13,822)
Net investment gain	-	727,620	(727,620)
Benefit payments, including refunds	(450,711)	(450,711)	-
Administrative expenses	-	(9,591)	9,591
Other changes	(11,910)	-	(11,910)
Net changes	197,704	423,268	(225,564)
Balances at December 31, 2025	\$ 6,881,005	\$ 5,250,016	\$ 1,630,989

Sensitivity of the net pension liability to changes in the discount rate:

The following presents the net pension liability of the Village, calculated using the discount rate of 7.18%, as well as what the Village's net pension liability would be using a discount rate that is 1 percentage point lower (6.18%) or 1 percentage point higher (8.18%) than the current rate.

	<i>1% Decrease (6.18%)</i>	<i>Current rate (7.18%)</i>	<i>1% Increase (8.18%)</i>
Village's net pension liability	\$ 2,363,131	\$ 1,630,989	\$ 1,016,347

Pension plan fiduciary net position:

Detailed information about the pension plan's fiduciary net position is available in the separately issued MERS financial report, which can be found at www.mersofmich.com. The plan's fiduciary net position has been determined on the same basis used by the plan. The plan uses the economic resources measurement focus and the full accrual basis of accounting. Investments are stated at fair value. Contribution revenue is recorded as contributions are due. Benefit payments are recognized as an expense when due and payable in accordance with benefit terms.

NOTE 8 - DEFINED BENEFIT PENSION PLAN (Continued)

Pension expense and deferred outflows of resources related to pensions:

For the fiscal year ended December 31, 2025, the Village recognized pension expense of \$197,423. At December 31, 2025, the Village reported deferred inflows of resources, related to the pension plan, from the following sources:

<u>Source</u>	<u>Deferred inflows of resources</u>
Net difference between projected and actual earnings on pension plan investments	\$ 212,409
Changes in assumptions	-
Difference between expected and actual experience	<u>-</u>
Total	<u>\$ 212,409</u>

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

<u>Year ended December 31,</u>	<u>Deferred inflows of resources</u>
2026	\$ 63,531
2027	(115,767)
2028	(81,775)
2029	<u>(78,398)</u>
	<u>\$ (212,409)</u>

NOTE 9 - OTHER POSTEMPLOYMENT BENEFITS

Plan description:

The Village of Sparta Retiree Healthcare Plan (the Plan) is a single-employer, defined benefit, healthcare plan administered by the Village, which provides healthcare benefits to eligible full-time employees upon retirement. The benefits are provided under the collective bargaining agreements for union employees and by resolution of the Village Council for non-union employees. Currently, no retirees are receiving postemployment health benefits. The Plan was established by the Village and can be amended at its discretion. The Plan does not issue a publicly available financial report, is not advance funded, and is not administered through a trust agreement.

NOTE 9 - OTHER POSTEMPLOYMENT BENEFITS (Continued)

Benefits provided:

The Plan requires the Village to contribute an amount determined by multiplying \$15 times the employee’s years of continuous active service toward the payment of retiree health insurance plan coverage for employees who retire under the Village’s MERS defined benefit pension plan with at least twenty (20) years of service. Eligible retirees must participate in the Village’s insurance plan which provides a participant-specific monthly insurance coverage rate (no implicit price subsidy). For eligible retirees, the Village’s contributions start at the age of fifty-five (55) and cease when the retiree becomes eligible for Medicare. The Village’s obligation to make contributions toward a qualifying retiree’s health insurance coverage is suspended during any time that the retiree is eligible to participate in another group medical coverage plan, either as a result of the retiree’s subsequent employment or the employment of the retiree’s spouse. In the event that a retiree receiving a contribution toward retiree health insurance dies before reaching the age for Medicare eligibility, the Village will continue to make the contribution toward retiree health insurance for the deceased retiree’s spouse through the time that the deceased retiree would have reached Medicare eligibility age, unless the spouse remarries or is eligible to participate in another group medical coverage plan. Upon eligibility for Medicare, the Village discontinues healthcare coverage for the retiree.

Employees covered by benefit terms:

As of December 31, 2025, Plan membership consisted of the following:

Retirees receiving benefits	4
Active participants	<u>4</u>
Total participants	<u><u>8</u></u>

Contributions:

The Village has no obligation to make contributions in advance of when the insurance premiums are due for payment. In other words, the plan may be financed on a “pay-as-you-go” basis. Participants do not make contributions to the Plan but are required to pay any difference between the participant-specific insurance coverage rate and the Village required payment. There are no long-term contracts for contributions to the Plan. The Plan has no legally required reserves. For the year ended December 31, 2025, the Village contributed \$20,610 to the Plan.

Net OPEB liability:

The total OPEB liability was determined by a valuation as of December 31, 2025, using the following actuarial assumptions:

Inflation	N/A; plan is not pre-funded
Salary increases	3.00%
Investment rate of return	N/A; plan is not pre-funded
20-year Aa Municipal bond rate	4.43%
Mortality	Public General 2016 Employee and Healthy Retiree, Headcount weighted; MP-2021 improvement scale

The discount rate used to measure the total OPEB liability was 4.43%. Because the plan does not have a dedicated OPEB trust, there are not assets projected to be sufficient to make projected future benefit payments of current plan members, therefore, benefit payments are discounted at a discount rate reflecting a 20-year AA/Aa tax-exempt municipal bond yield. This discount rate is used to determine the total OPEB liability. The discount rate used for the December 31, 2024, liability was 4.28%.

NOTE 9 - OTHER POSTEMPLOYMENT BENEFITS (Continued)

Changes in the net OPEB liability:

	<i>Increase (decrease)</i>		
	<i>Total OPEB liability</i>	<i>Plan fiduciary net position</i>	<i>Net OPEB liability (asset)</i>
	<i>(a)</i>	<i>(b)</i>	<i>(a) - (b)</i>
Balances at December 31, 2024	\$ 104,483	\$ -	\$ 104,483
Changes for the year:			
Service cost	1,609	-	1,609
Interest	4,100	-	4,100
Differences between expected and actual experience	(12,395)	-	(12,395)
Change in assumptions	(540)	-	(540)
Contributions - employer	-	20,610	(20,610)
Benefit payments	(20,610)	(20,610)	-
Net changes	(27,836)	-	(27,836)
Balances at December 31, 2025	\$ 76,647	\$ -	\$ 76,647
Plan fiduciary net position as a percentage of total OPEB liability			0.0%

Sensitivity of the net OPEB liability to changes in the discount rate:

The following schedule presents the net OPEB liability of the Village, calculated using the discount rates 1% higher and lower than the current rate of 4.43%:

	<u>1% decrease</u>	<u>Current rate</u>	<u>1% increase</u>
Net OPEB liability	\$ 72,906	\$ 76,647	\$ 80,684

Sensitivity of the net OPEB liability to changes in the healthcare cost trend rate:

Not applicable as the Plan benefit is a payment based on years of service and is not dependent on healthcare costs.

NOTE 9 - OTHER POSTEMPLOYMENT BENEFITS (Continued)

OPEB expense, deferred outflows of resources, and deferred inflows of resources related to OPEB Plan:

For the year ended December 31, 2025, the Village recognized OPEB expense of a negative \$26,371. At December 31, 2025, the Village reported the following deferred outflows of resources and deferred inflows of resources related to OPEB:

<u>Source</u>	<u>Deferred outflows of resources</u>	<u>Deferred inflows of resources</u>
Changes in assumptions	\$ 10,824	\$ 3,687
Difference between expected and actual experience	<u>737</u>	<u>66,353</u>
Total	<u>\$ 11,561</u>	<u>\$ 70,040</u>

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

<u>Year ended December 31,</u>	<u>Deferred outflows of resources</u>	<u>Deferred inflows of resources</u>
2026	\$ 7,140	\$ (39,173)
2027	4,198	(17,812)
2028	94	(5,497)
2029	94	(5,497)
2030	<u>35</u>	<u>(2,061)</u>
	<u>\$ 11,561</u>	<u>\$ (70,040)</u>

NOTE 10 - PROPERTY TAXES

The 2025 taxable valuation of the Village approximated \$176,615,000, on which ad valorem taxes levied consisted of 10.0 mills for operating purposes and 2.0 mills for local streets, raising approximately \$1,595,000 for operating purposes and \$319,000 for local streets. These amounts are recognized in the respective fund financial statements as property tax revenue.

NOTE 11 - TAX ABATEMENTS

The Village enters into property tax abatement agreements with local businesses for the purpose of attracting or retaining businesses within the Village. Each agreement was negotiated under a state law, which allows local units to abate property taxes for a variety of economic development purposes. The abatements may be granted to local businesses located within the Village or promising to relocate within the Village. Depending on the statute referenced for a particular abatement, the Village may grant abatements of up to 50% of annual property taxes through a direct reduction of the entity's property tax bill or not tax the entity on improvements to a property for a period of time, not to exceed twelve years. Depending on the terms of the agreement and state law, abated taxes may be subject to recapture upon default of the entity. The Village has not made any commitments as part of the agreements other than to reduce taxes. The Village is not subject to any tax abatement agreements entered into by other governmental entities.

For the year ended December 31, 2025, the Village abated property taxes totaling \$47,410 under the Industrial Facilities Exemption, which is authorized by Public Act 198 of 1974.

NOTE 12 - INTERFUND TRANSFER

During the year ended December 31, 2025, the General Fund transferred \$79,699 to the Local Street Fund which represents support for current construction projects.

NOTE 13 - RESTRICTED NET POSITION

In the government-wide statement of net position, the governmental activities report restricted net position, in the amount of \$518,249 which is restricted by enabling legislation for public works expenditures.

NOTE 14 - JOINT VENTURE

Sparta Fire Department:

The Village is a participant in the Sparta Fire Department (the Department), along with the Township of Sparta. The administrative board of the Department consists of members appointed by each participating unit. The Department was formed for the purpose of providing fire protection to the Sparta area. The Village has no equity interest in the Department; therefore, financial information of the Department has not been included in the Village's financial statements.

Costs of operations and capital asset acquisitions of the Department are supported by contributions from the Village, which contributes one-third, and the Township of Sparta, which contributes two-thirds of the Fire Department's proposed budget. During the year ended December 31, 2025, the Village paid the Department \$138,333.

Complete financial statements for the Department can be obtained from the Sparta Fire Department at 36 Elmwood Street, Sparta, Michigan 49345.

NOTE 15 - RISK MANAGEMENT

The Village is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; employee health and medical claims; injuries to employees; and natural disasters. The risks of loss arising from general liability up to \$5,000,000, building contents, employees' health insurance, workers' compensation, and casualty are managed through purchased commercial insurance. For all risks of loss, there have been no significant reductions in insurance coverage from coverage provided in prior years. Also, in the past three years, settlements did not exceed insurance coverage.

NOTE 16 - CONSTRUCTION COMMITMENTS

At December 31, 2025, the Village had the following contractual construction commitments:

<u>Project</u>	<u>Project authorization</u>	<u>Expended through December 31 2025</u>	<u>Committed</u>
Wastewater treatment plant improvements	\$ 21,780,555	\$ 1,526,924	\$ 20,253,631
Sparta Town Square	<u>1,150,000</u>	<u>1,021,128</u>	<u>128,872</u>
Total	<u>\$ 22,930,555</u>	<u>\$ 2,548,052</u>	<u>\$ 20,382,503</u>

The wastewater treatment plant project is being funded through the issuance of bonds and the Town Square project is being funded by grants and available resources of the General Fund.

NOTE 17 - UPCOMING ACCOUNTING PRONOUNCEMENT

The Governmental Accounting Standards Board (GASB) issued Statement No. 103, *Financial Reporting Model Improvements*, in April 2024. This statement is effective for fiscal years ending June 30, 2026, and after. This statement establishes new accounting and financial reporting requirements, or modifies existing requirements, related to the following: management’s discussion and analysis; unusual or infrequent items; presentation of the proprietary fund statement of revenue, expenses, and changes in fund net position; information about major component units in basic financial statements; and budgetary comparison information.

REQUIRED SUPPLEMENTARY INFORMATION

BUDGETARY COMPARISON SCHEDULE - General Fund

Year ended December 31, 2025

	<i>Original budget</i>	<i>Final budget</i>	<i>Actual</i>	<i>Variance with final budget positive (negative)</i>
REVENUES				
Property taxes:				
Current property taxes	\$ 1,556,917	\$ 1,613,230	\$ 1,613,230	\$ -
Payment in lieu of taxes	19,000	19,610	21,202	1,592
Industrial facility tax	35,000	39,508	39,508	-
Marijuana tax	55,000	58,229	58,229	-
Property tax administration fee	21,533	22,610	22,610	-
Total property taxes	<u>1,687,450</u>	<u>1,753,187</u>	<u>1,754,779</u>	<u>1,592</u>
Licenses and permits:				
Cable franchise fees	50,000	50,000	36,731	(13,269)
Licenses	1,000	1,000	-	(1,000)
Total licenses and permits	<u>51,000</u>	<u>51,000</u>	<u>36,731</u>	<u>(14,269)</u>
Federal grants	<u>1,193,318</u>	<u>1,193,318</u>	<u>363,375</u>	<u>(829,943)</u>
State grants:				
Local community stabilization share	250,000	331,932	331,932	-
State revenue sharing - constitutional	485,000	485,000	463,003	(21,997)
State revenue sharing - statutory	90,000	90,000	97,511	7,511
Other	290,250	15,851	19,851	4,000
Total state grants	<u>1,115,250</u>	<u>922,783</u>	<u>912,297</u>	<u>(10,486)</u>
Intergovernmental - capital contribution	<u>-</u>	<u>335,000</u>	<u>250,000</u>	<u>(85,000)</u>
Charges for services:				
Code inspection fees	150,000	150,000	78,987	(71,013)
Other charges	132,658	56,785	30,815	(25,970)
Total charges for services	<u>282,658</u>	<u>206,785</u>	<u>109,802</u>	<u>(96,983)</u>
Fines and forfeitures	<u>4,000</u>	<u>4,000</u>	<u>3,988</u>	<u>(12)</u>
Interest and rentals:				
Interest	75,000	185,000	184,479	(521)
Rentals	81,400	78,205	78,205	-
Total interest and rentals	<u>156,400</u>	<u>263,205</u>	<u>262,684</u>	<u>(521)</u>
Other	<u>51,500</u>	<u>(1,293)</u>	<u>9,821</u>	<u>11,114</u>
Total revenues	<u>4,541,576</u>	<u>4,727,985</u>	<u>3,703,477</u>	<u>(1,024,508)</u>

BUDGETARY COMPARISON SCHEDULE - General Fund (Continued)

Year ended December 31, 2025

	<u>Original budget</u>	<u>Final budget</u>	<u>Actual</u>	<u>Variance with final budget positive (negative)</u>
EXPENDITURES				
General government:				
Legislative - Village Council	\$ 26,685	\$ 24,185	\$ 16,410	\$ 7,775
Manager	182,116	264,940	260,899	4,041
Clerk	3,868	3,768	2,572	1,196
Treasurer	134,708	139,812	138,418	1,394
General operations	340,012	449,196	444,336	4,860
Building and grounds	35,500	62,500	65,981	(3,481)
Total general government	<u>722,889</u>	<u>944,401</u>	<u>928,616</u>	<u>15,785</u>
Public safety:				
Police	978,543	1,041,556	1,023,939	17,617
Fire	138,333	138,333	138,333	-
Code inspections	135,000	135,000	71,398	63,602
Total public safety	<u>1,251,876</u>	<u>1,314,889</u>	<u>1,233,670</u>	<u>81,219</u>
Public works:				
Street lights	65,000	65,000	52,519	12,481
Sidewalks	50,000	115	3,515	(3,400)
Drains	-	95,000	93,677	1,323
Department of public works	112,670	149,143	136,016	13,127
Total public works	<u>227,670</u>	<u>309,258</u>	<u>285,727</u>	<u>23,531</u>
Recreation and culture:				
Civic center	33,612	37,531	26,643	10,888
Parks	191,333	232,325	228,432	3,893
Total recreation and culture	<u>224,945</u>	<u>269,856</u>	<u>255,075</u>	<u>14,781</u>
Community and economic development - Planning	8,300	8,300	1,050	7,250
Capital outlay	4,805,868	6,210,873	5,110,383	1,100,490
Debt service:				
Principal	-	105,000	105,000	-
Interest and fees	-	142,039	141,244	795
Total expenditures	<u>7,241,548</u>	<u>9,304,616</u>	<u>8,060,765</u>	<u>1,243,851</u>

BUDGETARY COMPARISON SCHEDULE - General Fund (Continued)

Year ended December 31, 2025

	<u>Original budget</u>	<u>Final budget</u>	<u>Actual</u>	<u>Variance with final budget positive (negative)</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	\$ (2,699,972)	\$ (4,576,631)	\$ (4,357,288)	\$ 219,343
OTHER FINANCING SOURCES (USES)				
Proceeds from issuance of bonds	2,000,000	2,564,011	2,445,000	(119,011)
Premium on bond issuance	-	-	132,304	132,304
Proceeds from sales of capital assets	-	604,218	604,218	-
Transfers out	(234,500)	(113,265)	(79,699)	33,566
Net other financing sources (uses)	<u>1,765,500</u>	<u>3,054,964</u>	<u>3,101,823</u>	<u>46,859</u>
NET CHANGES IN FUND BALANCES	(934,472)	(1,521,667)	(1,255,465)	266,202
FUND BALANCES - BEGINNING	<u>3,946,735</u>	<u>3,946,735</u>	<u>3,946,735</u>	<u>-</u>
FUND BALANCES - ENDING	<u>\$ 3,012,263</u>	<u>\$ 2,425,068</u>	<u>\$ 2,691,270</u>	<u>\$ 266,202</u>

BUDGETARY COMPARISON SCHEDULE - Major Street Fund

Year ended December 31, 2025

	<u>Original budget</u>	<u>Final budget</u>	<u>Actual</u>	<u>Variance with final budget positive (negative)</u>
REVENUES				
State grants:				
Act 51	\$ 380,000	\$ 380,000	\$ 376,469	\$ (3,531)
Metro act	16,000	17,633	17,633	-
Total state grants	<u>396,000</u>	<u>397,633</u>	<u>394,102</u>	<u>(3,531)</u>
Interest	<u>3,500</u>	<u>15,750</u>	<u>16,473</u>	<u>723</u>
Other	<u>750</u>	<u>3,900</u>	<u>5,798</u>	<u>1,898</u>
Total revenues	<u>400,250</u>	<u>417,283</u>	<u>416,373</u>	<u>(910)</u>
EXPENDITURES				
Public works:				
Street construction	175,200	163,700	56,262	107,438
Routine maintenance	57,871	60,492	42,845	17,647
Traffic services	35,677	33,990	6,855	27,135
Winter maintenance	43,558	46,558	38,741	7,817
Care of trees	28,626	26,438	5,805	20,633
Drains	<u>26,758</u>	<u>86,105</u>	<u>71,402</u>	<u>14,703</u>
Total public works	<u>367,690</u>	<u>417,283</u>	<u>221,910</u>	<u>195,373</u>
Total expenditures	<u>367,690</u>	<u>417,283</u>	<u>221,910</u>	<u>195,373</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	32,560	-	194,463	194,463
FUND BALANCES - BEGINNING	<u>309,191</u>	<u>309,191</u>	<u>309,191</u>	<u>-</u>
FUND BALANCES - ENDING	<u>\$ 341,751</u>	<u>\$ 309,191</u>	<u>\$ 503,654</u>	<u>\$ 194,463</u>

BUDGETARY COMPARISON SCHEDULE - Local Street Fund

Year ended December 31, 2025

	<u>Original budget</u>	<u>Final budget</u>	<u>Actual</u>	<u>Variance with final budget positive (negative)</u>
REVENUES				
Property taxes:				
Current property taxes	\$ 311,380	\$ 322,648	\$ 322,648	\$ -
Industrial facility tax	6,000	7,902	7,902	-
Total property taxes	<u>317,380</u>	<u>330,550</u>	<u>330,550</u>	<u>-</u>
State grants - Act 51	155,000	155,000	151,922	(3,078)
Interest	3,000	45	42	(3)
Other	100	9,100	12,895	3,795
Total revenues	<u>475,480</u>	<u>494,695</u>	<u>495,409</u>	<u>714</u>
EXPENDITURES				
Public works:				
Street construction	478,500	280,500	265,446	15,054
Routine maintenance	76,592	79,112	69,557	9,555
Traffic services	10,824	8,062	5,815	2,247
Winter maintenance	58,321	65,321	67,381	(2,060)
Care of trees	47,269	89,094	90,909	(1,815)
Drains	38,410	85,871	80,780	5,091
Total public works	<u>709,916</u>	<u>607,960</u>	<u>579,888</u>	<u>28,072</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(234,436)	(113,265)	(84,479)	28,786
OTHER FINANCING SOURCES				
Transfers in	<u>234,500</u>	<u>113,265</u>	<u>79,699</u>	<u>(33,566)</u>
NET CHANGES IN FUND BALANCES	64	-	(4,780)	(4,780)
FUND BALANCES - BEGINNING	<u>19,375</u>	<u>19,375</u>	<u>19,375</u>	<u>-</u>
FUND BALANCES - ENDING	<u>\$ 19,439</u>	<u>\$ 19,375</u>	<u>\$ 14,595</u>	<u>\$ (4,780)</u>

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

Year ended December 31, 2025

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Total pension liability:										
Service cost	\$ 37,269	\$ 60,821	\$ 76,830	\$ 49,634	\$ 74,823	\$ 84,354	\$ 95,098	\$ 100,539	\$ 102,425	\$ 94,703
Interest	465,018	465,958	451,764	445,990	421,733	426,139	410,995	415,206	398,695	351,210
Difference between expected and actual experience	160,446	(101,410)	61,249	(57,357)	(39,122)	(157,003)	(45,430)	(364,903)	(30,631)	(108,430)
Changes in assumptions	(2,408)	45,977	-	211,308	175,447	165,359	-	-	-	222,188
Benefit payments, including refunds	(450,711)	(369,067)	(312,019)	(284,790)	(241,660)	(237,744)	(227,027)	(254,249)	(195,108)	(204,480)
Other changes	(11,910)	(109)	(45,509)	13,166	(52,890)	(51,999)	(33,614)	39,877	(38,470)	(4,588)
Net change in total pension liability	197,704	102,170	232,315	377,951	338,331	229,106	200,022	(63,530)	236,911	350,603
Total pension liability, beginning of year	6,683,301	6,581,131	6,348,816	5,970,865	5,632,534	5,403,428	5,203,406	5,266,936	5,030,025	4,679,422
Total pension liability, end of year	<u>\$ 6,881,005</u>	<u>\$ 6,683,301</u>	<u>\$ 6,581,131</u>	<u>\$ 6,348,816</u>	<u>\$ 5,970,865</u>	<u>\$ 5,632,534</u>	<u>\$ 5,403,428</u>	<u>\$ 5,203,406</u>	<u>\$ 5,266,936</u>	<u>\$ 5,030,025</u>
Plan fiduciary net position:										
Contributions - employer	\$ 142,128	\$ 148,140	\$ 128,076	\$ 146,304	\$ 149,196	\$ 139,006	\$ 149,820	\$ 174,436	\$ 367,230	\$ 309,280
Contributions - employee	13,822	24,309	31,534	35,007	37,042	39,944	41,956	44,969	44,128	44,510
Net investment income (loss)	727,620	349,023	480,648	(520,769)	626,522	514,310	482,937	(147,161)	416,942	305,340
Benefit payments, including refunds	(450,711)	(369,067)	(312,019)	(284,790)	(241,660)	(237,744)	(227,027)	(254,249)	(195,108)	(204,480)
Administrative expenses	(9,591)	(10,325)	(10,207)	(9,221)	(7,189)	(8,060)	(8,326)	(7,245)	(6,584)	(6,024)
Net change in plan fiduciary net position	423,268	142,080	318,032	(633,469)	563,911	447,456	439,360	(189,250)	626,608	448,626
Plan fiduciary net position, beginning of year	4,826,748	4,684,668	4,366,636	5,000,105	4,436,194	3,988,738	3,549,378	3,738,628	3,112,020	2,663,394
Plan fiduciary net position, end of year	<u>\$ 5,250,016</u>	<u>\$ 4,826,748</u>	<u>\$ 4,684,668</u>	<u>\$ 4,366,636</u>	<u>\$ 5,000,105</u>	<u>\$ 4,436,194</u>	<u>\$ 3,988,738</u>	<u>\$ 3,549,378</u>	<u>\$ 3,738,628</u>	<u>\$ 3,112,020</u>
Village's net pension liability, end of year	<u>\$ 1,630,989</u>	<u>\$ 1,856,553</u>	<u>\$ 1,896,463</u>	<u>\$ 1,982,180</u>	<u>\$ 970,760</u>	<u>\$ 1,196,340</u>	<u>\$ 1,414,690</u>	<u>\$ 1,654,028</u>	<u>\$ 1,528,308</u>	<u>\$ 1,918,005</u>
Plan fiduciary net position as a percent of total pension liability	76.30%	72.22%	71.18%	68.78%	83.74%	78.76%	73.82%	68.21%	70.98%	61.87%
Covered payroll	\$ 313,156	\$ 543,453	\$ 650,325	\$ 741,086	\$ 717,777	\$ 790,111	\$ 891,936	\$ 889,425	\$ 862,670	\$ 862,670
Village's net pension liability as a percentage of covered payroll	520.82%	341.62%	291.62%	267.47%	135.25%	151.41%	158.61%	224.71%	226.94%	226.94%

Village of Sparta

SCHEDULE OF VILLAGE PENSION CONTRIBUTIONS

Last Ten Fiscal Years

	<u>2025</u>	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
Actuarially determined contributions	\$ 142,128	\$ 148,140	\$ 128,076	\$ 146,304	\$ 149,196	\$ 139,006	\$ 149,820	\$ 174,436	\$ 167,230	\$ 162,397
Contributions in relation to the actuarially determined contributions	<u>142,128</u>	<u>148,140</u>	<u>128,076</u>	<u>146,304</u>	<u>149,196</u>	<u>139,006</u>	<u>149,820</u>	<u>174,436</u>	<u>367,230</u>	<u>162,397</u>
Contribution excess/(deficiency)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 200,000</u>	<u>\$ -</u>
Covered payroll	<u>\$ 313,156</u>	<u>\$ 543,453</u>	<u>\$ 650,325</u>	<u>\$ 741,086</u>	<u>\$ 717,777</u>	<u>\$ 790,111</u>	<u>\$ 891,936</u>	<u>\$ 889,425</u>	<u>\$ 862,670</u>	<u>\$ 853,560</u>
Contributions as a percentage of covered payroll	45.39%	27.26%	19.69%	19.74%	20.79%	17.59%	16.80%	19.61%	42.57%	19.03%

Actuarial valuation information relative to the determination of contributions:

Valuation date Actuarially determined contribution rates are calculated as of December 31 each year, which is 24 months prior to the beginning of the fiscal year in which the contributions are required.

Methods and assumptions used to determine contribution rates:

Actuarial cost method	Entry-age normal cost
Amortization method	Level percentage of payroll, open
Remaining amortization period	19 years
Asset valuation method	5-year smoothed fair value
Inflation	2.50%
Salary increases	3.00%
Investment rate of return	6.93%, net of investment and administrative expenses, including inflation
Retirement age	Normal retirement age is 60 years
Mortality	50% Male/50% Female blend of the Pub-2010 fully generational mortality table with scale MP-2019

SCHEDULE OF CHANGES IN THE VILLAGE'S NET OPEB LIABILITY AND RELATED RATIOS

Year ended December 31, 2025

	<u>2025</u>	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
Total OPEB liability:						
Service cost	\$ 1,609	\$ 1,632	\$ 1,493	\$ 6,729	\$ 8,779	\$ 6,259
Interest	4,100	3,380	3,584	5,679	4,725	7,781
Difference between expected and actual experience	(12,395)	23,412	1,334	(167,544)	-	(32,078)
Changes in assumptions	(540)	(1,216)	1,039	(8,227)	(3,870)	976
Benefit payments, including refunds	<u>(20,610)</u>	<u>(11,190)</u>	<u>(1,305)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in total OPEB liability	(27,836)	16,018	6,145	(163,363)	9,634	(17,062)
Total OPEB liability, beginning of year	<u>104,483</u>	<u>88,465</u>	<u>82,320</u>	<u>245,683</u>	<u>236,049</u>	<u>253,111</u>
Total OPEB liability, end of year	<u>\$ 76,647</u>	<u>\$ 104,483</u>	<u>\$ 88,465</u>	<u>\$ 82,320</u>	<u>\$ 245,683</u>	<u>\$ 236,049</u>
Plan fiduciary net position:						
Contributions - employer	\$ 20,610	\$ 11,190	\$ 1,305	\$ -	\$ -	\$ -
Benefit payments, including refunds	<u>(20,610)</u>	<u>(11,190)</u>	<u>(1,305)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in plan fiduciary net position	-	-	-	-	-	-
Plan fiduciary net position, beginning of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Plan fiduciary net position, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Village's net OPEB liability, end of year	<u>\$ 76,647</u>	<u>\$ 104,483</u>	<u>\$ 88,465</u>	<u>\$ 82,320</u>	<u>\$ 245,683</u>	<u>\$ 236,049</u>
Plan fiduciary net position as a percent of total total OPEB liability	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Covered employee payroll	\$ 252,408	\$ 317,103	\$ 550,205	\$ 656,224	\$ 741,084	\$ 774,372
Village's net OPEB liability as a percentage of covered employee payroll	30.4%	32.9%	16.1%	12.5%	33.2%	30.5%

Note: This schedule is being built prospectively after the implementation of GASB 75 in 2018. Ultimately, ten years of data will be presented.

Village of Sparta

SCHEDULE OF VILLAGE OPEB CONTRIBUTIONS

Year ended December 31, 2025

	<u>2025</u>	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
Actuarially determined contributions	\$ 19,267	\$ 26,068	\$ 12,772	\$ 33,983	\$ 31,893	\$ 33,802
Contributions in relation to the actuarially determined contributions	<u>20,610</u>	<u>11,190</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Contribution excess/(deficiency)	<u>\$ 1,343</u>	<u>\$ (14,878)</u>	<u>\$ (12,772)</u>	<u>\$ (33,983)</u>	<u>\$ (31,893)</u>	<u>\$ (33,802)</u>
Covered employee payroll	\$ 252,408	\$ 317,103	\$ 550,205	\$ 656,224	\$ 741,084	\$ 774,372
Contributions as a percentage of covered employee payroll	8.17%	3.53%	0.00%	0.00%	0.00%	0.00%

Methods and assumptions used to determine contribution rates:

Inflation	Not applicable as the Plan is not pre-funded
Salary increases	3.00%
Investment rate of return	Not applicable as the Plan is not pre-funded
Healthcare cost trend rates	Not applicable as the Plan benefit is a payment based on years of service and not dependent on healthcare cost trends
Mortality rates	Public General 2016 Employee and Healthy Retiree, headcount weighted, MP-2021 improvement scale; effectively no impact on mortality as benefits will continue to be paid until Medicare eligibility age

SUPPLEMENTARY INFORMATION

Village of Sparta

BALANCE SHEET - Component Unit

December 31, 2025

	<i>Downtown Development Authority</i>
ASSETS	
Investments	\$ 100,059
Receivables	63,921
Prepaid expenditures	<u>839</u>
Total assets	<u><u>\$ 164,819</u></u>
LIABILITIES AND FUND BALANCE	
Liabilities - payables	\$ 39,493
Fund balance - unassigned	<u>125,326</u>
Total liabilities and fund balance	<u><u>\$ 164,819</u></u>
Total fund balance	\$ 125,326
<p>Amounts reported for the <i>component unit</i> in the statement of net position (page 14) are different because:</p>	
Capital assets used by the <i>component unit</i> are not financial resources and, therefore, are not reported in the fund.	339,366
Certain prepaid expenses are not recognized in the fund.	2,400
Deferred outflows and inflows of resources:	
Deferred outflows of resources - pension	-
Deferred outflows of resources - OPEB	694
Deferred inflows of resources - pension	(3,823)
Deferred inflows of resources - OPEB	(4,203)
Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the fund.	
Net pension liability	(29,357)
Other postemployment benefit liability	<u>(4,598)</u>
Net position (unrestricted) of the <i>component unit</i>	<u><u>\$ 425,805</u></u>

Village of Sparta

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - Component Unit

Year ended December 31, 2025

	<i>Downtown Development Authority</i>
REVENUES	
Property taxes	\$ 380,283
Interest	10,058
Other	<u>15,023</u>
Total revenues	<u>405,364</u>
EXPENDITURES	
Current - community and economic development	285,644
Capital contribution to Village	250,000
Capital outlay	<u>13,920</u>
Total expenditures	<u>549,564</u>
NET CHANGES IN FUND BALANCES	(144,200)
FUND BALANCES - BEGINNING	<u>269,526</u>
FUND BALANCES - ENDING	<u>\$ 125,326</u>
Net change in fund balance	\$ (144,200)
Amounts reported for the <i>component unit</i> in the statement of activities (page 15) are different because:	
Capital assets:	
Add - asset acquisitions	13,920
Deduct - depreciation provision	(13,523)
Increase in prepaid insurance	600
Changes in deferred outflows and inflows of resources:	
Net decrease in deferred outflows of resources - pension	(3,532)
Net decrease in deferred outflows of resources - OPEB	(615)
Net increase in deferred inflows of resources - pension	(2,961)
Net decrease in deferred inflows of resources - OPEB	2,540
Long term liabilities:	
Add - decrease in net pension liability	2,204
Deduct - increase in other postemployment benefit liability	<u>2,716</u>
Change in net position of <i>component unit</i>	<u>\$ (142,851)</u>

Village of Sparta

BUDGETARY COMPARISON SCHEDULE - Component Unit

Year ended December 31, 2025

	<u>Original budget</u>	<u>Final budget</u>	<u>Actual</u>	<u>Variance with final budget positive (negative)</u>
REVENUES				
Tax increment financing	\$ 322,633	\$ 380,283	\$ 380,283	\$ -
Interest	-	9,750	10,058	308
Other:				
Contributions	-	15,000	15,000	-
Miscellaneous	5,000	-	23	23
Total revenues	<u>327,633</u>	<u>405,033</u>	<u>405,364</u>	<u>331</u>
EXPENDITURES				
Community and economic development	420,970	270,454	285,644	(15,190)
Capital contribution to Village	-	335,000	250,000	85,000
Capital outlay	-	14,000	13,920	80
Total expenditures	<u>420,970</u>	<u>619,454</u>	<u>549,564</u>	<u>69,890</u>
NET CHANGES IN FUND BALANCES	(93,337)	(214,421)	(144,200)	70,221
FUND BALANCES - BEGINNING	<u>269,526</u>	<u>269,526</u>	<u>269,526</u>	<u>-</u>
FUND BALANCES - ENDING	<u>\$ 176,189</u>	<u>\$ 55,105</u>	<u>\$ 125,326</u>	<u>\$ 70,221</u>

**SECURITIES AND EXCHANGE COMMISSION RULE 15C2-12 CONTINUING DISCLOSURE
(UNAUDITED)**

**Village of Sparta
Taxable Value
Fiscal Years Ended December 31, 2021 Through 2025**

<i>Assessed Value as of December 31</i>	<i>Year of State Equalization and Tax Levy</i>	<i>Village's Fiscal Years Ended December 31</i>	<i>Ad Valorem Taxable Value</i>	<i>Equivalent Taxable Value of Property Granted Tax Abatement Under Act 198 (1)</i>	<i>Total Taxable Value</i>	<i>Percent Change Over Prior Year</i>
2020	2021	2021	\$ 137,410,992	\$ 3,780,490	\$ 141,191,482	8.28%
2021	2022	2022	148,172,758	3,599,383	151,772,141	7.49%
2022	2023	2023	158,068,949	4,481,149	162,550,098	7.10%
2023	2024	2024	177,010,329	5,434,752	182,445,081	12.24%
2024	2025	2025	182,684,868	6,674,588	189,359,456	3.79%

Per Capita Total Taxable Value for the fiscal year ended December 31, 2025 (2) = \$44,618

(1) At the full tax rate. See "Tax Abatement" herein.

(2) Based on the Village's 2020 census population of 4,244.

Source: Village of Sparta

**Village of Sparta
Taxable Value by Use and Class
Fiscal Years Ended December 31, 2021 Through 2025**

<i>Use</i>	<i>Fiscal Years Ended December 31</i>				
	<i>2021</i>	<i>2022</i>	<i>2023</i>	<i>2024</i>	<i>2025</i>
Commercial	\$ 30,377,643	\$ 31,523,808	\$ 32,535,422	\$ 34,862,332	\$ 36,660,451
Industrial	21,905,805	23,356,925	22,321,905	30,687,659	28,610,204
Residential	85,800,834	93,704,008	103,585,771	112,886,790	120,034,901
Utility	3,107,200	3,187,400	4,107,000	4,008,300	4,053,900
	<u>\$141,191,482</u>	<u>\$151,772,141</u>	<u>\$162,550,098</u>	<u>\$182,445,081</u>	<u>\$189,359,456</u>
<i>Class</i>	<i>2021</i>	<i>2022</i>	<i>2023</i>	<i>2024</i>	<i>2025</i>
Real Property	\$131,109,882	\$141,023,041	\$154,148,398	\$173,365,981	\$179,751,456
Personal Property	10,081,600	10,749,100	8,401,700	9,079,100	9,608,000
	<u>\$141,191,482</u>	<u>\$151,772,141</u>	<u>\$162,550,098</u>	<u>\$182,445,081</u>	<u>\$189,359,456</u>

Source: Village of Sparta

(UNAUDITED)

**Village of Sparta
State Equalized Valuation
Fiscal Years Ended December 31, 2021 through 2025**

<i>Assessed Value as of December 31</i>	<i>Year of State Equalization and Tax Levy</i>	<i>Village's Fiscal Years Ended December 31</i>	<i>Ad valorem State Equalized Value</i>	<i>SEV of Property Granted Tax Abatement Under Act 198 (1)</i>	<i>Total State Equalized Value</i>	<i>Percent Change Over Prior Year</i>
2020	2021	2021	\$ 162,073,400	\$ 4,988,800	\$ 167,062,200	8.70%
2021	2022	2022	177,603,500	5,052,100	182,655,600	9.33%
2022	2023	2023	197,851,400	6,287,900	204,139,300	11.76%
2023	2024	2024	234,373,600	7,868,500	242,242,100	18.67%
2024	2025	2025	242,161,800	7,868,500	250,030,300	3.22%

Per Capita Total SEV for the fiscal year ended December 31, 2025 (2) = \$58,914

(1) See "Tax Abatement" herein.

(2) Based on the Village's 2020 census population of 4,244.

Source: Village of Sparta

**Village of Sparta
SEV by Use and Class
Fiscal Years Ended December 31, 2021 through 2025**

<i>Use</i>	<i>Fiscal Years Ended December 31</i>				
	<i>2021</i>	<i>2022</i>	<i>2023</i>	<i>2024</i>	<i>2025</i>
Commercial	\$ 33,319,500	\$ 34,647,900	\$ 34,700,900	\$ 39,297,800	\$ 40,338,900
Industrial	24,507,500	26,969,700	26,618,000	39,799,500	35,556,700
Residential	106,128,000	117,850,600	138,713,400	159,136,500	170,080,800
Utility	3,107,200	3,187,400	4,107,000	4,008,300	4,053,900
	<u>\$167,062,200</u>	<u>\$182,655,600</u>	<u>\$204,139,300</u>	<u>\$242,242,100</u>	<u>\$250,030,300</u>
<i>Class</i>	<i>2021</i>	<i>2022</i>	<i>2023</i>	<i>2024</i>	<i>2025</i>
Real Property	\$156,887,200	\$171,853,600	\$195,641,100	\$233,085,200	\$240,330,500
Personal Property	10,175,000	10,802,000	8,498,200	9,156,900	9,699,800
	<u>\$167,062,200</u>	<u>\$182,655,600</u>	<u>\$204,139,300</u>	<u>\$242,242,100</u>	<u>\$250,030,300</u>

Source: Village of Sparta

Tax Abatement

The Village's Taxable Value does not include the value of certain facilities, which have temporarily been removed from the Ad Valorem Tax Roll pursuant to Act 198. The Act was designed to provide a stimulus in the form of significant tax incentives to industrial enterprises to renovate and expand aging facilities ("Rehab Properties") and to build new facilities ("New Properties"). Except as indicated below, under the provisions of the Act, a local governmental unit (i.e., a city, village, or township) may establish plant rehabilitation districts and industrial development districts and offer industrial firms certain property tax incentives or abatements to encourage restoration or replacement of obsolete facilities and to attract new facilities to the area.

(UNAUDITED)

Tax Abatement (Continued)

An industrial facilities exemption certificate granted under Act 198 entitles an eligible facility to exemption from Ad Valorem taxes for a period of up to 12 years. In lieu of Ad Valorem taxes, the eligible facility will pay an industrial facilities tax (the “IFT Tax”). For properties granted tax abatement under Act 198, there exists a separate tax roll referred to as the industrial facilities tax roll (the “IFT Tax Roll”). The IFT Tax for an obsolete facility, which is being restored or replaced, is determined in exactly the same manner as the Ad Valorem Tax; the important difference being that the value of the property remains at the taxable value level prior to the improvements, even though the restoration or replacement substantially increases the value of the facility. For a new facility, the IFT Tax is also determined the same as the Ad Valorem Tax, but instead of using the total mills levied as Ad Valorem Taxes, a lower millage rate is applied. For abatements granted prior to 1994, this millage rate equals ½ of all tax rates levied by other than the state and local school district for operating purposes, plus ½ of the 1993 rate levied by the local school district for operating purposes. For abatements granted after 1994, this millage rate equals ½ of all tax rates levied by other than the state and local school district, plus none, ½, or the entire state tax rate (as determined by the state treasurer).

The Village has established goals, objectives, and procedures to provide the opportunity for industrial development and expansion. Since 1974, the Village has approved a number of applications for local property tax relief for industrial and commercial firms. The SEV of properties that have been granted tax abatement under the Act, removed from the Ad Valorem Tax Roll, and placed on the IFT Tax Roll, totaled \$7,868,500 for the fiscal year ended December 31, 2025. The IFT Taxes paid on these properties is equivalent to Ad Valorem taxes paid on \$6,674,588 of taxable value at the full tax rate (the “Equivalent Taxable Value”). Upon expiration of the industrial facilities exemption certificates, the current equalized valuation of the abated properties will return to the Ad Valorem Tax Roll as Taxable Value.

**Village of Sparta
Maximum Property Tax Rates
Fiscal Year Ended December 31, 2025**

<u>Millage Classification</u>	<u>Millage Authorized</u>	<i>Millage Rate As Permanently Reduced By Headlee</i>	<u>Current Year Reduction Fraction</u>	<u>Maximum Allowable Millage</u>
Operating	17.5000	15.3422	.9818	15.0629

**Village of Sparta
Property Tax Rates
Fiscal Years Ended December 31, 2021 Through 2025**

<u>Levy July 1</u>	<u>Fiscal Year Ended December 31</u>	<u>General Operating</u>	<u>Streets and Highways</u>	<u>Totals</u>
2021	2021	10.00	2.00	12.00
2022	2022	10.00	2.00	12.00
2023	2023	10.00	2.00	12.00
2024	2024	10.00	2.00	12.00
2025	2025	10.00	2.00	12.00

(UNAUDITED)

**Village of Sparta
Principal Residence Property Tax Rates by Governmental Unit
Fiscal Years Ended December 31, 2021 Through 2025**

<i>Governmental Unit</i>	<i>Fiscal Years Ended December 31</i>				
	<i>2021</i>	<i>2022</i>	<i>2023</i>	<i>2024</i>	<i>2025</i>
Village of Sparta	12.0000	12.0000	12.0000	12.0000	12.0000
Kent Intermediate Schools	5.5157	5.4447	5.4447	5.4020	5.3515
Grand Rapids Community College	1.7307	1.7085	1.7085	1.6951	1.6793
State Education	6.0000	6.0000	6.0000	6.0000	6.0000
Sparta Schools	8.1500	8.1500	8.1500	8.1500	8.1500
Kent County	6.1521	6.0971	6.0971	6.0494	6.0037
Sparta Township	1.6878	1.6714	1.6714	1.6621	1.6414
	<u>41.2363</u>	<u>41.0717</u>	<u>41.0717</u>	<u>40.9586</u>	<u>40.8259</u>

**Village of Sparta
Non-Principal Residence Property Tax Rates by Governmental Unit
Fiscal Years Ended December 31, 2021 Through 2025**

<i>Governmental Unit</i>	<i>Fiscal Years Ended December 31</i>				
	<i>2021</i>	<i>2022</i>	<i>2023</i>	<i>2024</i>	<i>2025</i>
Village of Sparta	12.0000	12.0000	12.0000	12.0000	12.0000
Kent Intermediate Schools	5.5157	5.4447	5.4447	5.4020	5.3515
Grand Rapids Community College	1.7307	1.7085	1.7085	1.6951	1.6793
State Education	6.0000	6.0000	6.0000	6.0000	6.0000
Sparta Schools	26.1500	26.1500	26.1500	26.1500	26.1500
Kent County	6.1521	6.0971	6.0971	6.0494	6.0037
Sparta Township	1.6878	1.6714	1.6714	1.6621	1.6414
	<u>59.2363</u>	<u>59.0717</u>	<u>59.0717</u>	<u>58.9586</u>	<u>58.8259</u>

**Village of Sparta
Property Tax Collections (1)
Fiscal Years Ended December 31, 2021 Through 2025**

<i>July 1</i>	<i>Fiscal Year</i>	<i>Collections</i>		<i>Percent</i>
<i>Levy</i>	<i>Ended December 31</i>	<i>Tax Levy (1)</i>	<i>to December 31</i>	<i>Collected</i>
			<i>Following Levy</i>	
2021	2021	\$ 1,673,179	\$ 1,586,056	94.79%
2022	2022	1,800,203	1,704,074	94.66%
2023	2023	1,920,608	1,831,928	95.38%
2024	2024	2,082,953	1,984,532	95.27%
2025	2025	2,216,538	2,114,831	95.41%

(1) Village taxes only. Excludes special assessments. Includes property tax collections of property granted tax abatement under Act 198.

Source: Village of Sparta

(UNAUDITED)

**Village of Sparta
Ten Largest Taxpayers
Fiscal Year Ended December 31, 2025**

<i>Taxpayer</i>	<i>Principal Product or Service</i>	<i>Taxable Value</i>	<i>Percent of Total (1)</i>
Tesa Tape, Inc.	Adhesive tape manufacturer	\$ 4,717,063	2.49%
Consumers Energy Company	Utility	4,263,769	2.25%
Celia Corporation	Paper products manufacturer	3,646,500	1.93%
Apple-Tree Sparta, LLC	Apartments	3,012,303	1.59%
CC Holdings, LLC	Developer	2,515,200	1.33%
Spartan Graphics, Inc.	Printing	2,475,852	1.31%
B S Holdings, Inc.	Medical device manufacturer	1,675,413	0.88%
OOB Real Estate Holdings, LLC	Real estate	1,624,513	0.86%
Emmons Development Co.	Construction	1,582,800	0.84%
Choice One Bank	Bank	<u>1,551,177</u>	<u>0.82%</u>
		<u>\$ 27,064,590</u>	14.29%

(1) Based on \$189,359,456, which is the Village's Total Taxable Value for its fiscal year ended December 31, 2025. Includes the equivalent taxable value of property granted under Act 198.

**Village of Sparta
Revenues from the State of Michigan
Fiscal Years Ended December 31, 2021 Through 2025**

	<i>Fiscal Years Ended December 31,</i>				
	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>	<u>2025</u>
State shared revenue	\$ 506,255	\$ 555,673	\$ 546,874	\$ 545,720	\$ 560,514
Local community stabilization	306,671	290,921	336,815	331,709	331,932
Liquor license fees	<u>4,871</u>	<u>4,916</u>	<u>5,237</u>	<u>4,822</u>	<u>4,950</u>
	<u>\$ 817,797</u>	<u>\$ 851,510</u>	<u>\$ 888,926</u>	<u>\$ 882,251</u>	<u>\$ 897,396</u>

(UNAUDITED)

Legal Debt Margin

Pursuant to the statutory and constitutional debt provisions set forth herein, the following schedule reflects the amount of additional debt the Village may legally incur as of December 31, 2025.

Legal debt margin calculation:		
2025 State equalized value (SEV)	\$242,161,800	
Plus: half assessed value equivalent of Act 198	3,934,250	
Plus: for Revenue Sharing (1)	46,709,500	
Plus: LCSA/PPT (2)	<u>14,189,486</u>	
Equivalent valuation for debt margin purposes	<u>306,995,036</u>	
Legal debt limit - 10% of SEV (3)		\$ 30,699,504
Debt outstanding	\$ 6,418,107	
Less: Exempt Debt	<u>4,078,107</u>	
Net amount subject to legal debt limit		<u>2,340,000</u>
Legal Debt Margin		<u><u>\$239,821,800</u></u>

⁽¹⁾ Constitutional and CVTRS State Revenue Sharing payments divided by the Village’s operating millage rate.

⁽²⁾ The Local Community Stabilization Authority (“LCSA”) was established to administer distribution of the replacement of personal property tax revenues lost by local government. Eligible reimbursements for LCSA equals Total Reimbursement less Total Qualified Loss Reimbursement divided by the Village’s eligible millage.

⁽³⁾ 10% of Village’s Equivalent Valuation for Debt Margin Purposes.

Debt Statement December 31, 2025

The following schedules reflect a breakdown of the Village’s direct and overlapping debt as of December 31, 2025. To the extent necessary, the Village may levy taxes on all taxable property within its boundaries, without limitation as to rate or amount, to pay the principal of, and interest due on, the bonds in the following schedule, which are designated as “UT.” However, the Village’s ability to levy tax to pay the debt service on the bonds, which are designated as “LT,” is subject to applicable charter, statutory, and constitutional limitations.

<i>Village Direct Debt</i>	<i>Gross</i>	<i>Self-Supporting</i>	<i>Net</i>
General Obligation Bonds:			
Dated March 12, 2025 (LT)	\$ 2,340,000	\$ -	\$ 2,340,000
Revenue Bonds:			
Dated August 7, 2025 (Sewer)	1,593,107	1,593,107	-
Dated April 12, 2018 (Sewer)	<u>2,485,000</u>	<u>2,485,000</u>	<u>-</u>
Subtotal	<u>4,078,107</u>	<u>4,078,107</u>	<u>-</u>
Totals	<u><u>\$ 6,418,107</u></u>	<u><u>\$ 4,078,107</u></u>	<u><u>\$ 2,340,000</u></u>

Per Capita Net Village Direct Debt (1)	\$551
Percent of Net Direct Debt to SEV (2)	0.95%

(UNAUDITED)

<u>Overlapping Debt (3)</u>	<u>Gross</u>	<u>Village Share As Percent of Gross</u>	<u>Net</u>
Kent County	\$ 80,806,659	0.56%	\$ 452,517
Sparta Area Schools	61,055,000	25.73%	15,709,452
Grand Rapids Community College	<u>16,175,000</u>	0.54%	<u>87,345</u>
Totals	<u>\$ 158,036,659</u>		<u>\$ 16,249,314</u>

Per Capita Net Overlapping Debt (1) \$3,828
Percent of Net Overlapping Debt to SEV (2) 0.06%

Per Capita Net Direct and Overlapping Debt (1) \$4,380
Percent of Net Direct and Overlapping Debt to SEV (2) 0.07%

- (1) Based on the Village's 2021 census population of 4,244
(2) Based on \$250,030,300 which is the Village's SEV for the fiscal year ended December 31, 2025. Includes the value of property granted tax abatement under Act 198.
(3) Overlapping debt is the portion of another taxing unit's debt for which property taxpayers of the Village are liable, in addition to debt issued by the Village.

Source: Municipal Advisory Council of Michigan and the Village of Sparta

Schedule of Debt Maturities

The following schedule sets forth the annual maturities of the Village's bonded indebtedness by type of issue as of December 31, 2025.

<u>Fiscal Year Ending December 31</u>	<u>Sewer Revenue Bonds</u>	<u>General Obligation Bonds</u>	<u>Total</u>
2026	\$ 165,000	\$ 80,000	\$ 245,000
2027	175,000	80,000	255,000
2028	669,800	85,000	754,800
2029	680,000	90,000	770,000
2030	700,000	95,000	795,000
2031 - 2035	1,188,307	550,000	1,738,307
2036 - 2040	500,000	695,000	1,195,000
2041 - 2045	<u>-</u>	<u>665,000</u>	<u>665,000</u>
Totals	<u>\$ 4,078,107</u>	<u>\$ 2,340,000</u>	<u>\$ 6,418,107</u>

Source: Village of Sparta



ACTION MEMO

Staff Communication

DATE: June 15, 2026
TO: Members of the Village Council
FROM: James A. Lower, Village Manager
RE: Sale of Village 347 Evergreen St.

SUMMARY OF REQUEST:

Last month, the Village Council discussed the sale of 347 Evergreen to Sowing Seeds. Since that time, as directed by Council, staff has finalized a purchase agreement and sale price with Sowing Seeds. The parties ultimately agreed to a purchase price of \$345,000, which is very close to the original proposed price of \$357,800. Both Sowing Seeds and Village staff are satisfied with the negotiated purchase price.

If approved, the parties anticipate closing in July 2026. Prior to closing, the Village will complete the scheduled parking lot rehabilitation and tree removal projects at the site.

FINANCIAL ANALYSIS:

The sale of the property will generate a one-time revenue payment of \$345,000 to the Village. In addition, the sale will eliminate future maintenance and upkeep responsibilities associated with the property. The property is currently on the tax rolls; however, because it is Village-owned, the Village is effectively paying taxes to itself and other taxing jurisdictions. Following the sale, those tax payments will instead be made by the private owner, converting what is currently a Village expense into an ongoing financial benefit.

STAFF RECOMMENDATION:

Approve the Purchase Agreement and Quit Claim Deed for 347 Evergreen and authorize the Village Manager to complete the sale during 2026.

REAL ESTATE PURCHASE AGREEMENT

This agreement ("Agreement") dated _____, between **THE VILLAGE OF SPARTA**, a Michigan municipal corporation and general law village, 276 W Division Street, Sparta, Michigan 49345 ("Seller"), and **SOWING SEEDS CHILD CARE CENTER, LLC**, a Michigan limited liability company, 4107 16 Mile Road, Kent City, Michigan 49330 ("Buyer"), for the transfer of the property totaling approximately **2.57** acres known as **347 Evergreen Street NW, Sparta, MI 49345, permanent parcel no. 41-05-14-329-017**, as legally described and shown on the attached Exhibit A in **Kent County**, Michigan (the "Property"), on the terms and conditions set forth below.

1. **Purchase price.** The purchase price for the Property shall be **\$345,000**, payable in certified funds prior to recording the quit claim deed for the Property ("Purchase Price"). The purchase price is intended to be net to Seller, such that all conveyance costs for this transaction shall be paid by Buyer.
2. **Conveyance.** Seller shall convey to Buyer all of Seller's right, title, and interest in and to the Property by duly executed Quit Claim Deed in recordable form. The parties agree that no formal closing shall be required. On or before the execution of the Quit Claim Deed, Buyer shall deliver the Purchase Price to Seller in the form of certified funds, cashier's check, wire transfer, or other immediately available funds acceptable to Seller. Upon Seller's actual receipt of such certified funds, Seller shall immediately execute and personally deliver the Quit Claim Deed to Buyer. Delivery of the Quit Claim Deed and Seller's receipt of the Purchase Price shall be deemed to occur simultaneously. Buyer shall be responsible for promptly recording the Quit Claim Deed with the Register of Deeds for the county in which the Property is located and shall pay all recording fees and transfer taxes, if any, unless otherwise required by applicable law or expressly provided elsewhere in this Agreement.
3. **Survey.** Buyer may order a survey of the Property, certified as Buyer designates, showing the boundaries of the Property. A copy shall be delivered to Seller.
4. **Inspections.** Buyer has the right to inspect the Property during the period of this Agreement. Buyer or any party Buyer asks to undertake an inspection for Buyer is granted reasonable access to the Property for the inspection. In each instance, Buyer shall inform Seller of the time and date when Buyer or others acting in Buyer's behalf will be seeking to inspect the Property, so that those visits can be scheduled at times that accommodate Seller's schedules. Buyer agrees that Buyer shall rely on Buyer's own inspection or the inspections of Buyer's agents regarding the condition of the Property and that Buyer has not and will not rely on any statements of Seller. Seller shall disclose to Buyer any knowledge that Seller has of underground storage tanks on the Property. Buyer shall accept the Property, together with all tenements, hereditaments, and appurtenances thereto, subject to matters of survey and all applicable building and use restrictions, easements, and zoning ordinances, if any, affecting the Property, and in as-is condition with no warranties or representations made as to the condition of the property or any structure located thereon.
5. **Utilities, taxes, and assessments.**

- a. **Utilities.** Prior to execution of this Agreement, Buyer was responsible for payment of all utility services provided to the Property under the Lease Agreement between the parties dated January 15, 2024. Buyer shall continue to be responsible for payment of all utility services provided to the Property after the effective date of this agreement and following conveyance of the Property.
 - b. **Taxes.** All real and personal property taxes assessed on the Property shall be prorated based on a 365-day year to the conveyance date, with Buyer liable for the proportionate amount of all taxes assessed on the Property and attributable to the period following the date of conveyance.
 - c. **Assessments.** All special assessments that were assessed against the Property before the effective date of this Agreement shall be paid by Seller. All assessments that arise after the effective date of this Agreement shall be paid by Buyer.
6. **Real estate brokers.** The parties agree and represent to one another that no real estate brokers are involved in this transaction. Each party agrees to indemnify the other against the claims of any brokers and salespeople who allege that they represented a party or are entitled to a commission or fee because of the transaction.
7. **Possession.** Possession of the Property shall transfer to Buyer upon the later of Seller's receipt of the Purchase Price and delivery of the Quit Claim Deed. The Property shall be delivered to Buyer in the same condition it is in on the effective date of this Agreement, normal wear and tear excepted.
8. **Notices.** All notices required by this Agreement shall be sent to the other party in writing. The notices shall be delivered either personally, by email, or through First-Class Mail.
9. **Successors and assigns.** Buyer cannot assign its interests under this Agreement without the written consent of Seller.
10. **Time of the essence.** Time is of the essence in the performance of this Agreement.
11. **Amendment; counterparts; electronic signatures.** This Agreement may not be amended, altered, or modified unless done so in writing by the person against whom enforcement of any waiver, change, modification, or discharge is sought. This Agreement may be executed electronically in PDF form and/or in counterparts, and all counterparts together shall constitute one integrated agreement and be deemed an original document.
12. **Entire agreement.** This Agreement contains all the representations and statements by each party to the other and expresses the entire understanding between the parties regarding the transactions contemplated. All prior communications concerning the subject matter are merged in and replaced by this Agreement.
13. **Jurisdiction and venue.** This Agreement shall be subject to and interpreted under the laws of the state of Michigan, and venue for any disputes under this Agreement will lie in Kent County, Michigan.

14. **Exhibits.** The following exhibit is attached and incorporated into this Agreement:

- **Exhibit A**—Legal description, permanent parcel number, and drawing of the Property

15. **Effective date.** This Agreement shall be effective as of the date first shown above.

The Village of Sparta, a Michigan
municipal corporation,

Dated: _____

Name: _____

Its: _____

Dated: _____

Name: _____

Its: _____

**Sowing Seeds Child Care
Center, LLC**, a Michigan
limited liability company,

Dated: _____

Name: _____

Its: _____

QUITCLAIM DEED

The **Village of Sparta** (“Grantor”), a Michigan municipal corporation and general law village, whose address is 276 W Division Street, Sparta, MI 49345, quit claims to **Sowing Seeds Child Care Center, LLC** (“Grantee”), a Michigan limited liability company, whose address is 4107 16 Mile Road, Kent City, Michigan 49330, real property situated in the Village of Sparta, Kent County, Michigan (“Property”), more particularly described as

Lot 30 Except the east 35.0 feet, also Lots 31 through 42, inclusive, also That Part of Vacated portion of Oak Street adjacent to said Lots on the North, Israel Smith’s 2nd Addition to the Village of Sparta, Kent County, Michigan, as recorded in Liber 6 of Plats, Page 24

Commonly known as **347 Evergreen Street NW, Sparta, MI 49345**

Tax Parcel No. **41-05-14-329-017**

All of Grantor’s rights, title, and interest in the Property, together with all tenements, hereditaments, and appurtenances thereto, shall be subject to matters of survey and all applicable building and use restrictions, easements, and zoning ordinances of record, if any, affecting the Property, AND IN AS-IS CONDITION with no warranties or representations made as to the condition of the property or any structure located thereon, for the consideration of **\$345,000**.

This QUITCLAIM DEED is exempt from County transfer tax pursuant to MCL 207.505(h)(i).

This QUITCLAIM DEED is exempt from State transfer tax pursuant to MCL 207.526(i).

The Village of Sparta, a Michigan
municipal corporation,

Dated: _____

Name: _____

Its: _____

Dated: _____

Name: _____

Its: _____

STATE OF MICHIGAN)
KENT COUNTY)

The foregoing instrument was acknowledged before me in _____ County,
Michigan, this _____, by _____, the
_____ of the Village of Sparta, and _____,
the _____ of the Village of Sparta, a Michigan municipal
corporation and general law village.

Name: _____
Notary public, State of Michigan, County of **Kent**.
My commission expires _____.

Drafted by and when recorded return to:

Send subsequent bills to:

Mike Hoeker
Bloom Sluggett PC
161 Ottawa Ave NW, Suite 400
Grand Rapids, MI 49503

Sowing Seeds Child Care
Center, LLC
4107 16 Mile Road
Kent City, MI 49330



Sparta Municipal Airport Monthly Report – May 2026

To: Sparta Village Council
From: Michael Krzciok, Airport Manager
Date: June 10, 2026
Re: Sparta Municipal Airport – May 2026 Monthly Report

Summary

May brought a return to more seasonal weather conditions, although numerous windy days throughout the month created challenging flying conditions especially for flight training operations. Despite the frequent winds, airport activity remained strong. Fuel sales continued to perform well, and aircraft operations remained healthy as the airport entered the busy summer flying season.

Combined Avgas and Jet A fuel sales exceeded total fuel sales recorded during May 2025, continuing the positive trend established earlier this year. The airport's investment in Jet A fueling infrastructure continues to generate additional revenue while expanding the range of aircraft and operators the airport can effectively serve.

Airport development also continued to move forward on several fronts during May. The demolition of the old H-row T-hangars was completed, construction began on the Sparta Aviation Flight School expansion project, and significant progress was made toward several major airfield improvement projects scheduled for construction during the 2026 season.

Fuel Sales

Combined Avgas and Jet A fuel sales exceeded total fuel sales recorded during May 2025, continuing the strong performance experienced since the introduction of Jet A service earlier this year.

Month	Year	Transactions	Gallons Avgas & Mogas	Gallons Jet Fuel	TOTAL
May	2026	344	6965	806	7771
May	2025	344	7218	N/A	7218
May	2024	373	6884	N/A	6884
May	2023	321	5948	N/A	5948
May	2022	266	5688	N/A	5688

Hangar Development

Several significant development projects advanced during May.

Demolition of the old H-row T-hangars was completed, clearing the site for future airport development and improving the overall appearance of the airport.

Construction also began on the Sparta Aviation Flight School expansion project. The addition to the existing hangar will provide dedicated office space, classroom facilities, and restroom amenities, supporting the continued growth of flight training operations at Sparta Municipal Airport. The project represents a substantial private investment in airport infrastructure and will enhance the services available to current and future students.

In addition, steel has been ordered for the flight school's new aircraft hangar. Site preparation activities in the old H-row area are expected to begin by the end of June, with construction anticipated to continue throughout the summer and fall construction season.

Strategic Development & Funding Opportunities

The airport continues to work closely with MDOT Aeronautics, airport consultants, contractors, and stakeholders regarding several development opportunities submitted through the 2026 State-Local funding program. While funding decisions remain pending, these projects would support future hangar development, additional aircraft parking capacity, and long-term economic growth at the airport.

These efforts reflect the airport's continued proactive approach toward expanding aviation services, improving infrastructure, and maintaining Sparta Municipal Airport as a self-supporting community asset that operates without reliance on local tax dollars.

Capital Projects Update

Several airport infrastructure projects reached important milestones during May.

The airport hosted the pre-construction meeting for the federally funded Taxiway Connector Project, which is scheduled to begin construction on June 15. This project will improve operational safety while enhancing overall airfield efficiency.

The airport also completed the bid opening process for the East Taxi Lane Project. Following review of the submitted bids, Dean's Excavating was awarded the construction contract. This project remains scheduled for construction later this year and will improve access to existing and future hangar development areas on the east side of the airport.

Together, these projects represent continued investment in airport infrastructure and position Sparta Municipal Airport for future growth and development.



**PAUL C. MILLER SPARTA AIRPORT (8D4)
Airfield Construction Project Update
June 2026**

As part of the Taxiway Connector Construction Project beginning in mid-June, airfield users should be aware of the following anticipated runway closure periods:

Construction Begins

Construction activities are scheduled to begin on **June 15, 2026**. Most work will occur outside of active aircraft movement areas during the initial phases of the project.

Current Scheduled Runway Closures

June 24 – July 1, 2026

- Nightly runway closures for new taxiway connector construction
- **6:00 PM – 10:00 PM**

July 8 – July 9, 2026

- Nightly runway closures for paving
- **6:00 PM – 6:00 AM**

July 13 – July 17, 2026

- Nightly runway closures for electrical installation
- **6:00 PM – 6:00 AM**

July 28 – July 29, 2026

- Nightly runway closure for mid-field taxiway connector removal
- **6:00 PM – 6:00 AM**

Taxiway Impacts

Throughout the project, Taxiway Alpha will be affected by various phases of construction. Pilots should expect changing taxi routes and occasional taxiway restrictions. Please remain vigilant for barricades and construction activity, review current NOTAMs before each flight, and watch for airport updates as the project progresses.

Important Notice

The dates and times listed above represent the current construction schedule and are subject to change based on weather conditions, contractor progress, operational requirements, and other unforeseen circumstances.

The Airport will provide updates as additional information becomes available. Airfield users are encouraged to check NOTAMs and monitor airport communications for the most current information.

Thank you for your patience and cooperation as we complete these important improvements to the airport's infrastructure.



Michael Krzciok

Airport Manager
Sparta Municipal Airport

Phone: 616-887-5744

Mobile: 616-240-4295

Email:

airportmanager@spartami.org

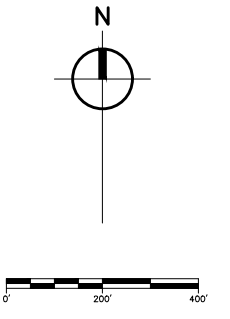
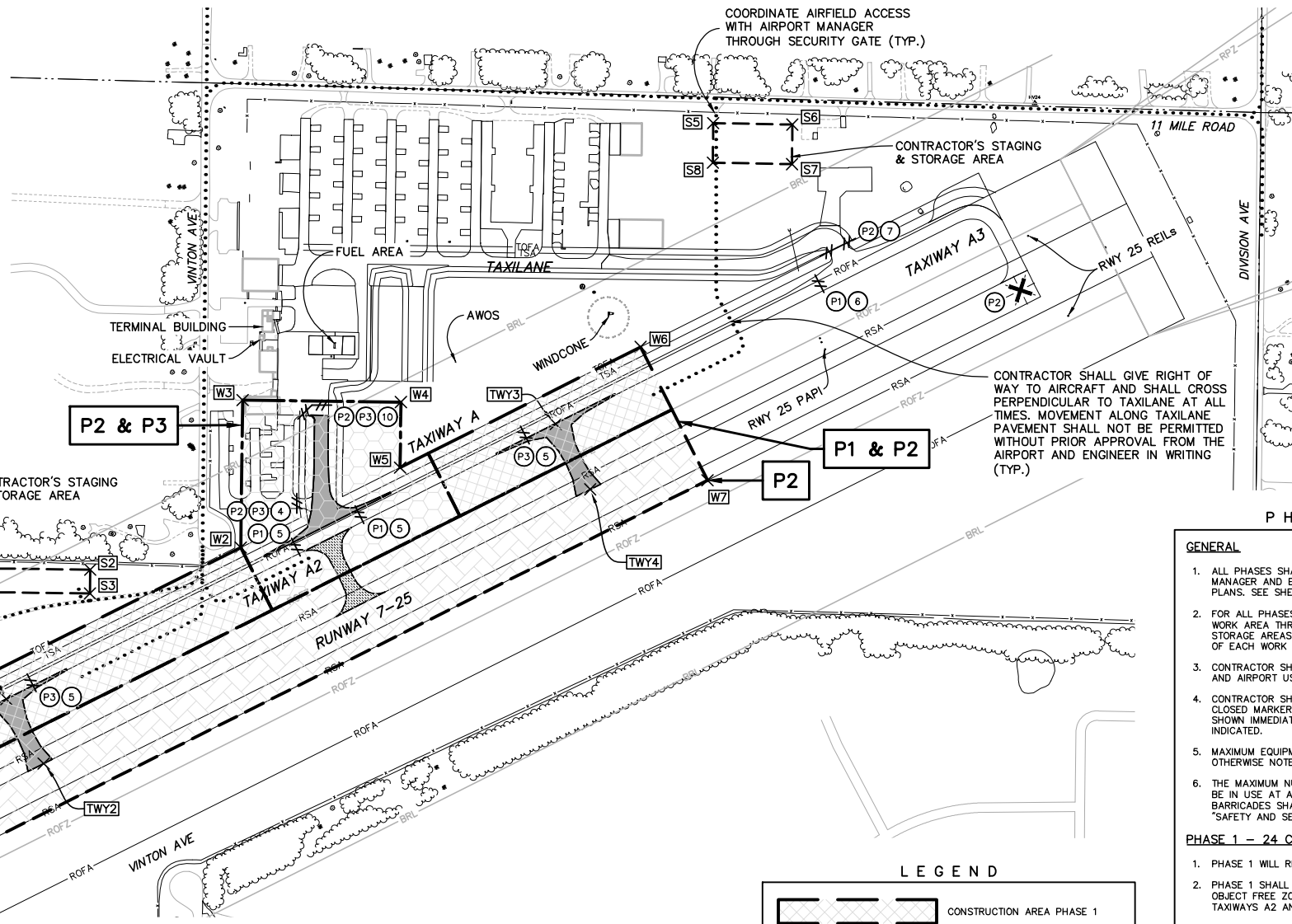
9100 Vinton Ave. NW
Sparta, MI 49345

<https://spartami.org/sparta-airport.php>

PROJECT COORDINATE TABLE						
POINT #	LOCATION	LATITUDE	LONGITUDE	ELEVATION	MAX. EQUIPMENT HEIGHT	AMSL
1	S1	N043° 07' 40.46"	W085° 40' 56.80"	752	25'	777
2	S2	N043° 07' 40.47"	W085° 40' 52.75"	750	25'	775
3	S3	N043° 07' 39.88"	W085° 40' 52.75"	751	25'	776
4	S4	N043° 07' 39.87"	W085° 40' 56.80"	753	25'	778
5	S5	N043° 07' 51.86"	W085° 40' 31.77"	742	25'	767
6	S6	N043° 07' 51.85"	W085° 40' 29.07"	742	25'	767
7	S7	N043° 07' 50.86"	W085° 40' 29.06"	741	25'	766
8	S8	N043° 07' 50.87"	W085° 40' 31.76"	743	25'	768
101	W1	N043° 07' 36.60"	W085° 40' 59.38"	760	25'	785
102	W2	N043° 07' 41.08"	W085° 40' 47.64"	749	25'	774
103	W3	N043° 07' 44.76"	W085° 40' 47.65"	749	25'	774
104	W4	N043° 07' 44.77"	W085° 40' 42.26"	747	25'	772
105	W5	N043° 07' 43.14"	W085° 40' 42.25"	746	25'	771
106	W6	N043° 07' 46.24"	W085° 40' 34.12"	744	25'	769
107	W7	N043° 07' 42.94"	W085° 40' 31.77"	743	25'	768
108	W8	N043° 07' 33.29"	W085° 40' 57.03"	764	25'	789

- WASTE AREA NOTES**
- IF CONTRACTOR ELECTS TO WASTE EXCESS EXCAVATED MATERIAL AT LOCATIONS SHOWN, THE FOLLOWING SHALL APPLY:
 - CONTRACTOR SHALL STOCKPILE CLEAN, SUITABLE MATERIAL AT WASTE AREA "A" TO ELEVATIONS NOT GREATER THAN 5 FT WITHIN THE AREA IDENTIFIED. LOCATION WILL BE FIELD VERIFIED BY ENGINEER/RPR.
 - CONTRACTOR SHALL STOCKPILE EXCESS CLEAN TOPSOIL AT WASTE AREA "B" TO ELEVATIONS NOT GREATER THAN 5 FT WITHIN THE AREA IDENTIFIED. LOCATION WILL BE FIELD VERIFIED BY ENGINEER/RPR.
 - ALL COSTS TO PERFORM THIS WORK SHALL BE CONSIDERED INCIDENTAL TO THE WORK ITEM "UNCLASSIFIED EXCAVATION".
 - ESTIMATED FILL VOLUME IS XX CYD. ADDITIONAL FILL MAY BE PLACED ADJACENT TO THESE AREAS AS DIRECTED BY ENGINEER/RPR.

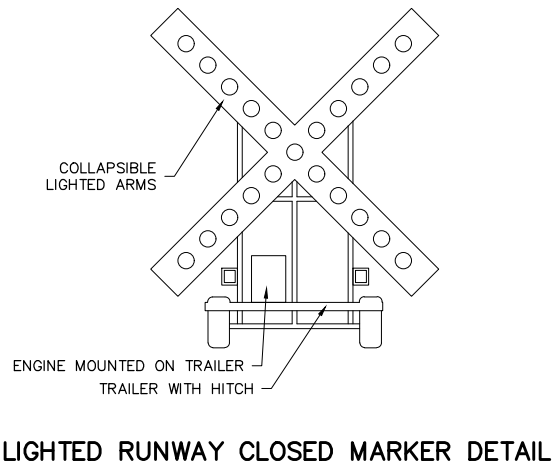
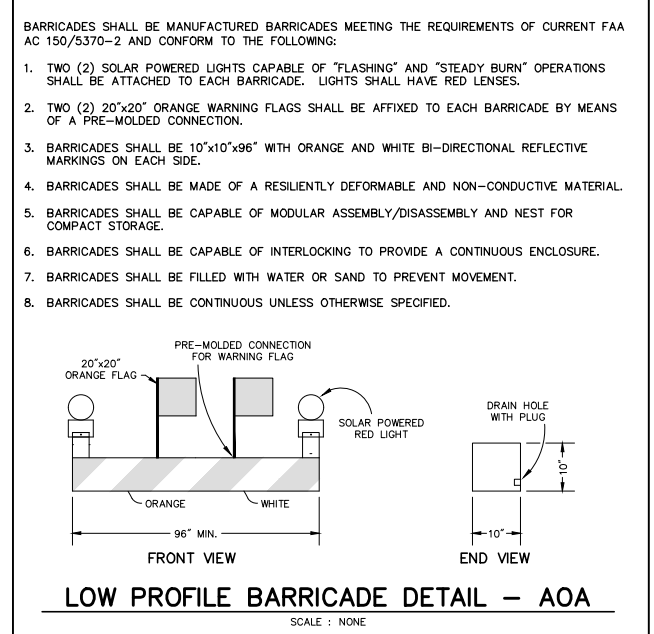
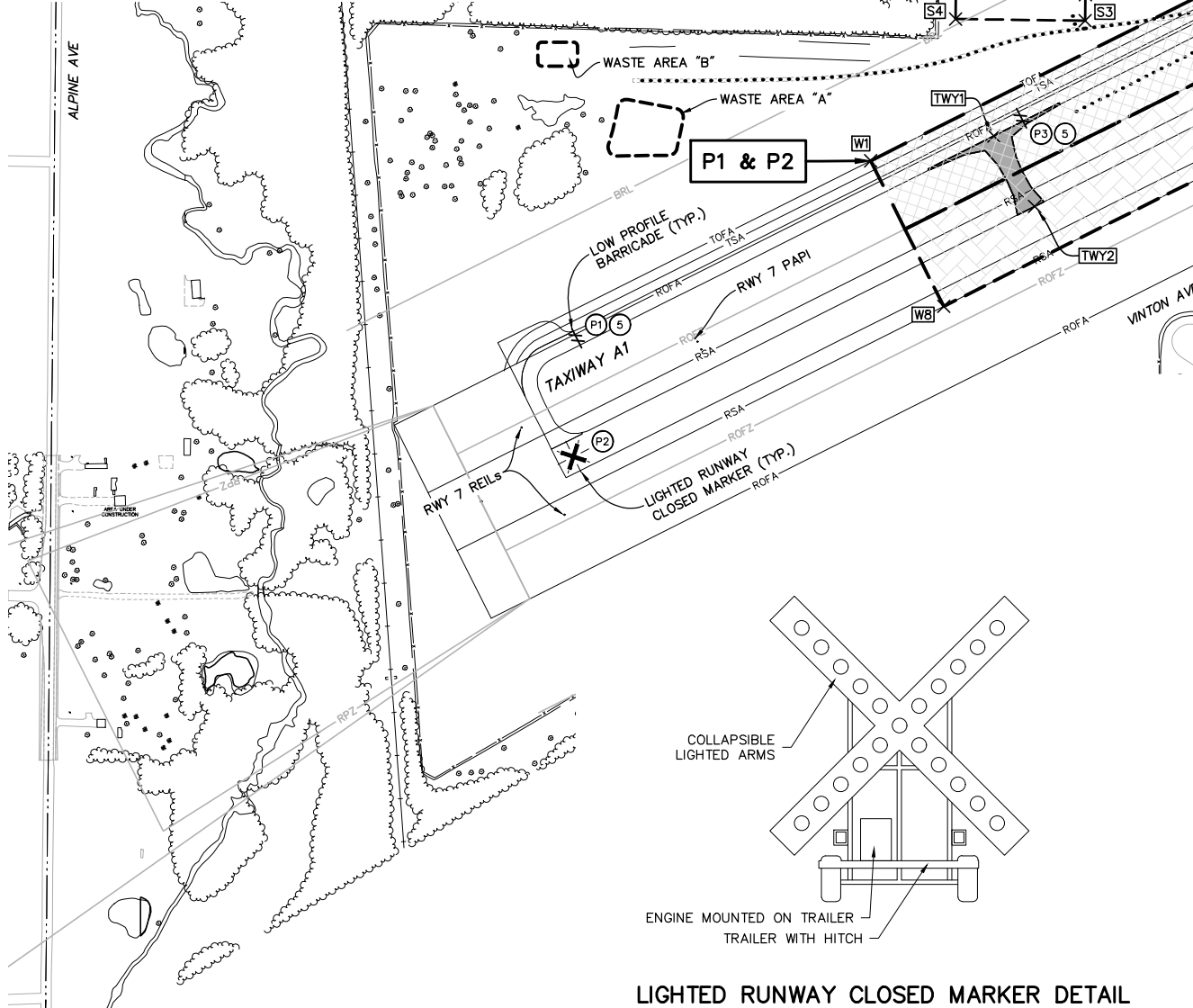
PERMANENT PROJECT COORDINATE TABLE						
POINT #	LOCATION	LATITUDE	LONGITUDE	ELEVATION	PERMANENT HEIGHT	AMSL
1001	TWY1	N043° 07' 37.21"	W085° 40' 55.55"	758	10'	768
1002	TWY2	N043° 07' 35.61"	W085° 40' 54.24"	760	10'	770
1003	TWY3	N043° 07' 44.28"	W085° 40' 36.97"	746	10'	756
1004	TWY4	N043° 07' 42.67"	W085° 40' 35.76"	745	10'	755



CONTRACTOR SHALL GIVE RIGHT OF WAY TO AIRCRAFT AND SHALL CROSS PERPENDICULAR TO TAXILANE AT ALL TIMES. MOVEMENT ALONG TAXILANE PAVEMENT SHALL NOT BE PERMITTED WITHOUT PRIOR APPROVAL FROM THE AIRPORT AND ENGINEER IN WRITING (TYP.)

PHASING NOTES

- GENERAL**
- ALL PHASES SHALL BE CLOSELY COORDINATED WITH THE AIRPORT MANAGER AND ENGINEER AND COMPLETED AS INDICATED ON THE PLANS. SEE SHEETS 4 AND 5 FOR DETAILED PHASING INFORMATION.
 - FOR ALL PHASES HEREIN, CONTRACTOR'S EQUIPMENT MUST ENTER THE WORK AREA THROUGH THE ACCESS ROUTE SHOWN. STAGING AND STORAGE AREAS SHALL BE UTILIZED FOR ALL EQUIPMENT AT THE END OF EACH WORK DAY.
 - CONTRACTOR SHALL GIVE RIGHT-OF-WAY TO AIRCRAFT OPERATIONS AND AIRPORT USERS AT ALL TIMES.
 - CONTRACTOR SHALL PROVIDE, PLACE, AND MAINTAIN LIGHTED RUNWAY CLOSED MARKERS AND LOW PROFILE BARRICADES AT THE LOCATIONS SHOWN IMMEDIATELY UPON CLOSING THE AIRCRAFT PAVEMENTS INDICATED.
 - MAXIMUM EQUIPMENT HEIGHT FOR ANY PHASE IS 25 FEET UNLESS OTHERWISE NOTED.
 - THE MAXIMUM NUMBER OF LOW PROFILE BARRICADES ANTICIPATED TO BE IN USE AT ANY ONE TIME IS TWENTY-FIVE (25). ALL COSTS FOR BARRICADES SHALL BE INCLUDED INTO THE LUMP SUM PRICE FOR "SAFETY AND SECURITY".
- PHASE 1 - 24 CALENDAR DAYS**
- PHASE 1 WILL REQUIRE PARTIAL CLOSURE OF TAXIWAY A.
 - PHASE 1 SHALL GENERALLY INCLUDE WORK OUTSIDE THE RUNWAY OBJECT FREE ZONE (ROFZ) PERTAINING TO PROPOSED CONNECTOR TAXIWAYS A2 AND A3.
 - THIS PHASE WILL CONSIST OF THE FOLLOWING WORK ITEMS, AS SHOWN ON THE PLANS; STRIPPING TOPSOIL, REQUIRED REMOVALS; STORM SEWER CONSTRUCTION; TAXIWAY CONSTRUCTION (EXCLUDING HMA); AND ELECTRICAL WORK.
- PHASE 2 - 14 CALENDAR DAYS**
- PHASE 2 WILL REQUIRE NIGHTLY CLOSURE OF TAXIWAY A AND RUNWAY 7-25. WORK WILL BE PERMITTED BETWEEN THE HOURS OF 6:00PM AND 6:00AM. THE TOTAL NUMBER OF NIGHTLY CLOSURES WILL BE FOURTEEN (14) CALENDAR DAYS.
 - PHASE 2 SHALL GENERALLY INCLUDE WORK WITHIN THE RUNWAY OBJECT FREE ZONE (ROFZ) AND ALL REMAINING PHASE 1 WORK.
 - THIS PHASE WILL CONSIST OF THE FOLLOWING WORK ITEMS, AS SHOWN ON THE PLANS; STRIPPING TOPSOIL, PAVEMENT PULVERIZATION AND REQUIRED REMOVALS; TAXIWAY A2 AND TAXIWAY A3 CONSTRUCTION AND HMA PAVING; ELECTRICAL WORK; AND RESTORATION.
 - LIGHTED RUNWAY CLOSURE MARKERS SHALL BE PLACED PRIOR TO EACH NIGHTLY CLOSURE AND SHALL BE REMOVED PRIOR TO REOPENING THE RUNWAY EACH MORNING.
 - PRIOR TO REOPENING THE RUNWAY EACH MORNING, CONTRACTOR SHALL KNOCK DOWN ANY AGGREGATE OR SOIL STOCKPILES AND FILL IN ANY GRADE DIFFERENTIAL TO LESS THAN 3 INCHES IN HEIGHT WITHIN THE RUNWAY SAFETY AREA (RSA). ALL OPEN EXCAVATIONS SHALL BE FILLED IN OR COVERED WITH STEEL PLATES.
 - CONTRACTOR SHALL BE RESPONSIBLE FOR FURNISHING AND OPERATING ALL THE NECESSARY LIGHTING EQUIPMENT NEEDED TO COMPLETE HIS/HER WORK. ALL COSTS SHALL BE INCLUDED INTO THE LUMP SUM ITEM "SAFETY AND SECURITY". ALL EQUIPMENT MUST BE REMOVED FROM THE RUNWAY OBJECT FREE ZONE PRIOR TO REOPENING RUNWAY.
 - THIS PHASE MAY RUN CONCURRENTLY WITH PHASES 1 & 3.
- PHASE 3 - 24 CALENDAR DAYS**
- PHASE 3 WILL REQUIRE PARTIAL CLOSURE OF TAXIWAY A.
 - PHASE 3 SHALL GENERALLY INCLUDE WORK OUTSIDE THE RUNWAY OBJECT FREE ZONE (ROFZ) PERTAINING TO TAXIWAY A AND EXISTING CONNECTOR TAXIWAY A2.
 - THIS PHASE WILL CONSIST OF THE FOLLOWING WORK ITEMS, AS SHOWN ON THE PLANS; STRIPPING TOPSOIL, PAVEMENT PULVERIZATION AND REQUIRED REMOVALS; TAXIWAY A RECONSTRUCTION AND HMA PAVING; ELECTRICAL WORK; AND RESTORATION.



LEGEND

	CONSTRUCTION AREA PHASE 1
	CONSTRUCTION AREA PHASE 2
	CONSTRUCTION AREA PHASE 3
	STAGING & STORAGE AREA
	ACCESS ROUTE
	ROFA - RUNWAY OBJECT FREE AREA (ROFA)
	RPZ - RUNWAY PROTECTION ZONE (RPZ)
	RSA - RUNWAY SAFETY AREA (RSA)
	ROFZ - RUNWAY OBJECT FREE ZONE (ROFZ)
	TOFA - TAXIWAY OBJECT FREE AREA (TOFA)
	TSA - TAXIWAY SAFETY AREA (TSA)
	BRL - BUILDING RESTRICTION LINE
	PART 77 SURFACE
	LOW PROFILE BARRICADE
	PROJECT COORDINATE LOCATION
	BARRICADE PLACEMENT (BY PHASE)
	LIGHTED RUNWAY CLOSED MARKER
	EXISTING PAVEMENT
	EXISTING BUILDING

- NOTES**
- RUNWAY CLOSURE MARKERS SHALL COMPLY WITH FAA ADVISORY CIRCULAR 150/5345-55 (LATEST VERSION). GENERATOR TO BE MAINTAINED IN AN OPERATION CONDITION AT ALL TIMES. FURNISH TEN (10) SPARE LIGHT BULBS AT START OF PROJECT.

NO.	REVISIONS	BY	DATE	DRAWN
	DRAFT - NOT FOR CONSTRUCTION			C.M.S.
				DATE DEC. '24
				CHECKED B.J.M.
				DATE DEC. '24

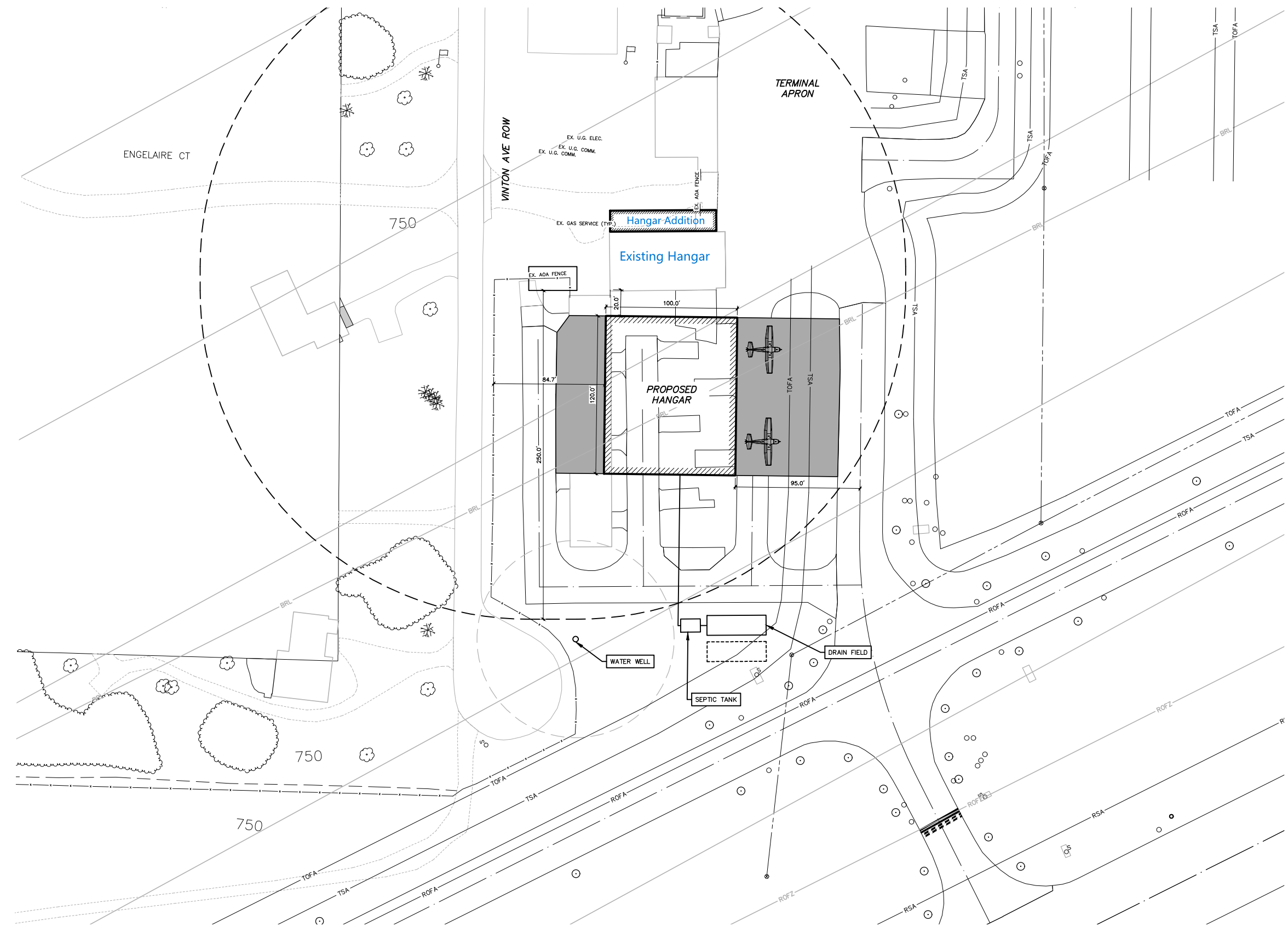
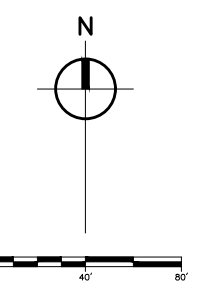
Prein & Newhof
Engineers - Surveyors - Environmental - Laboratory

PAUL C. MILLER - SPARTA AIRPORT
SPARTA, MICHIGAN
CONSTRUCT TAXIWAY CONNECTOS
SAFETY & OPERATIONS PLAN

PROJECT NO.
2240833
SHEET NO.
3 OF 22

T:\UNL3D\PROJECTS\2024\2240833\MILLAGE OF SPARTA_TAXIWAYS_V1_P1RD\2240833_CS_CSPPING - Dec. 20 2024 - 03:30pm - Prein&Newhof

811
UTILITY LOCATIONS ARE DERIVED FROM ACTUAL MEASUREMENTS OR AVAILABLE RECORDS. THEY SHOULD NOT BE INTERPRETED TO BE EXACT LOCATIONS NOR SHOULD IT BE ASSUMED THAT THEY ARE THE ONLY UTILITIES IN THIS AREA.
Know what's below.
Call before you dig.



DRAFT – NOT FOR CONSTRUCTION

NO.	REVISIONS	BY	DATE	DRAWN STAFF

Prein & Newhof
 Engineers • Surveyors • Environmental • Laboratory

PAUL C. MILLER – SPARTA AIRPORT
 SPARTA, MICHIGAN
 HANGAR ADDITION
 SITE PLAN

PROJECT NO.
2250865
 SHEET NO.
3 OF 3

811
 Know what's Below.
 Call before you dig.

UTILITY LOCATIONS ARE DERIVED FROM ACTUAL MEASUREMENTS OR AVAILABLE RECORDS. THEY SHOULD NOT BE INTERPRETED TO BE EXACT LOCATIONS NOR SHOULD IT BE ASSUMED THAT THEY ARE THE ONLY UTILITIES IN THIS AREA.

T:\UNLID PROJECTS\2025\2250865_SCHMITT_SPARTA_HANGAR_V1_PROD\2250865_SITE_PLAN_NEW_HANGAR.DWG - BWERK - Feb. 16 2026 - 04:53pm - Prein\mholof



ACTION MEMO

Staff Communication

DATE: June 11, 2026
TO: Village President Whalen and Members of Council
FROM: William Hunter, Director of Public Works
RE: DPW Monthly Update

Staff Work Activity Summary

During this reporting period, DPW staff logged a total of:

1,803 hours of work

To provide greater transparency into daily operations, staff work hours are summarized by operational work accounts, which reflect where DPW resources are utilized.

Manhours by Operational Area

Operational Area	Manhours
Water System Operations	~560 hrs
Sewer System Operations	~420 hrs
Streets / Stormwater / Traffic Maintenance	~180 hrs
Parks & Public Spaces	~300 hrs
DDA / Downtown Support	~85 hrs
Facilities / Equipment / General DPW	~180 hrs
Administration / Planning / Special Projects	~78 hrs

These hours represent the day-to-day operational work required to maintain Village infrastructure, utility systems, public spaces, equipment, and support services throughout the community.

Water System Operations and Regulatory Compliance

Water System Operations continued to represent the largest operational area for the Department during this reporting period.

- June 1 – Peerless Midwest completed annual maintenance and testing on all four municipal water wells.

- June 18 – Wells #2 and #3 were returned to service following completion of the piping rehabilitation project. Staff is now operating Wells #2 and #3 concurrently, rotating production evenly with Wells #4 and #5 to improve system reliability and balance pumping demand across the system.
- The 2025 Consumer Confidence Report (CCR) was mailed to all customers within the Village water system.
- June 11 – Staff submitted the Village's updated Lead and Copper Sampling Plan to EGLE.
- Of the 22 remaining galvanized services identified within the Village water system, all 22 signed the agreement, and these services will be replaced by the end of this year. This is a significant feat for our community.
- Staff completed overdue maintenance on the Water Treatment Plant programmable logic controllers (PLC), improving system reliability and reducing the potential for operational disruptions during power outages or power fluctuations.

Water Treatment Plant Monthly Operating Report Summary

The May Monthly Operating Report was submitted to EGLE in accordance with the Michigan Safe Drinking Water Act.

- Total Water Produced: 12.134 million gallons
- Average Daily Production: 0.404 million gallons per day (MGD)
- Maximum Daily Production: 0.645 MGD
- Pre-Chlorine Applied: 245.4 pounds
- Post-Chlorine Applied: 142.0 pounds
- Average Finished Water Chlorine Residual: 1.08 mg/L
- Hydrofluorosilicic Acid Applied: 281.6 pounds
- Average Fluoride Residual: 0.52 mg/L
- Salt Used: 20,248 pounds

Routine bacteriological monitoring was completed during the reporting period. All required samples were collected, and all samples were absent for total coliform bacteria, indicating continued compliance with drinking water regulations.

Sewer System Operations

Staff continued routine maintenance of the wastewater collection system, including lift station inspections, cleaning, and wastewater treatment support activities. Sewer operations accounted for a significant portion of the department's overall labor hours during this reporting period.

Streets, Stormwater, and Infrastructure

- The 2026 Street Resurfacing Program is currently underway. Milling and paving operations are being completed on several Village streets as part of the annual roadway improvement program.

Facilities and Equipment

- June 5 – New flooring was installed in the Village Complex vestibule, and new blinds were installed in the east-side office areas. Staff will budget for additional blind replacements in the Council Chambers and conference rooms.
- Staff continued fleet maintenance and equipment preparation activities in support of summer operations and capital improvement projects.

Overall Summary

The Department continues balancing daily utility operations, seasonal maintenance activities, infrastructure improvements, and regulatory compliance requirements. Recent efforts have focused on improving water system reliability by completing the Well House #2 and #3 rehabilitation project, maintaining compliance with Lead and Copper Rule requirements, supporting the 2026 Street Resurfacing Program, and continuing roadway, stormwater, parks, and facility maintenance activities throughout the Village.



Chiefs Report

New Business:

1. Monthly report (from April 20, 2026, thru May 17, 2026)
 1. Fire calls (NFIRS 100 classifications)
 1. 126 Ida Red #202: electrical fire (auto aid from Alpine)
 2. 13160 Sparta Ave: shed fire (auto aid from Kent City)
 3. 2275 14-mile ne: auto aid for T8 to Algoma Fire on a structure fire
 4. M37 and 13-mile: grass fire
 2. Explosions calls (NFIRS 200 classifications)
 3. Rescue calls, including accidents (NFIRS 3- classifications)
 1. 245 14-mile rd: unknown accident (crash alert) nothing located
 2. 13-mile and Pine Island: assist to Algoma (cancelled upon arrival)
 3. M37 and Sparta Ave: unoccupied
 4. M37 and 15-mile: no injuries / unoccupied
 5. M37 and 13-mile rd: cancelled by PD prior to our arrival
 6. Pearl and S. State: medical during the parade
 4. Hazardous Conditions (NFIRS 400 classifications)
 1. 148 Averill: wire down (communication line)
 2. 9245 Alpine Ave: wires down
 3. 159 Carrie: wires and a tree down on a house
 4. Anderson and South: wires down
 5. Alpine Ave and S Sunset Pines: wires down
 6. 608 Schultz: wires down
 7. 137 Kings Blvd: wires down
 8. 344 Indian Lakes: wires down
 9. 108 N State: wires down
 10. 12-mile west of Sparta Ave: wires down
 11. Sparta Ave and 12-mile: wires down
 12. 12444 Stebbins: wires down
 13. 220 Circle Dr: wire down
 14. 155 Carrie St: wire down (communication line)
 5. Service calls (NFIRS 500 classifications)
 6. Good intent calls (NFIRS 600 classifications)
 1. 945 Crosby Way: odor investigation
 2. 12-mile and Union: odor investigation in the area
 7. False alarms (NFIRS 700 classifications)
 1. 235 E Spartan Drive: fire alarm
 2. 320 S Union: fire alarm
 3. 53 Applewood: fire alarm
 4. 220 E Division: fire alarm
 8. Severe Weather incident (NFIRS 800 classifications)
 9. Special incidents (NFIRS 900 classifications)

Filter statement

Filters **Days in Core incident onset date/time** 4/20/26 to 5/17/26 | **Incident status** Locked, InReview

Fire Incident Count (NERIS)

April 20, 2026 through May 17, 2026

Count of Total Incidents (Year to date: 404)

Count of Incidents

93

Incident Count By Month (This Year)

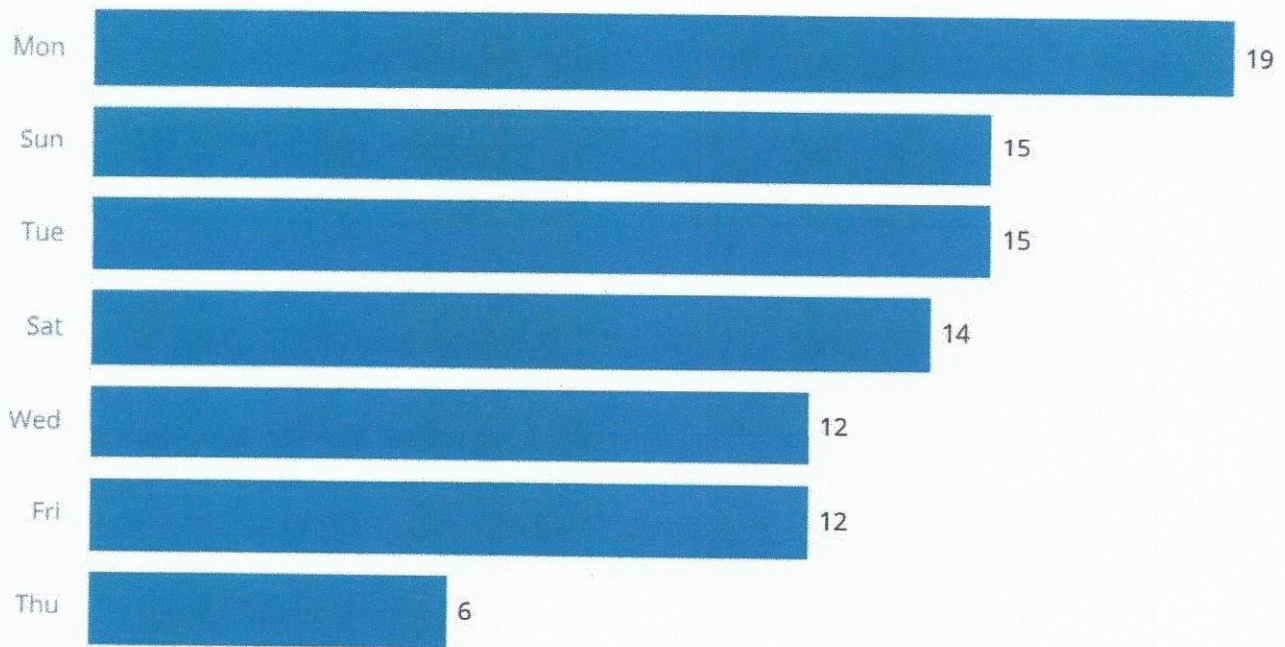
Months in Core incident onset date/time	Count of Incidents
04/2026	42
05/2026	51
Count of Incidents	93

Fire Incident Count (NERIS) - Fire Board Report May 15, 2025 2:45 PM Fire Incidents (NERIS)

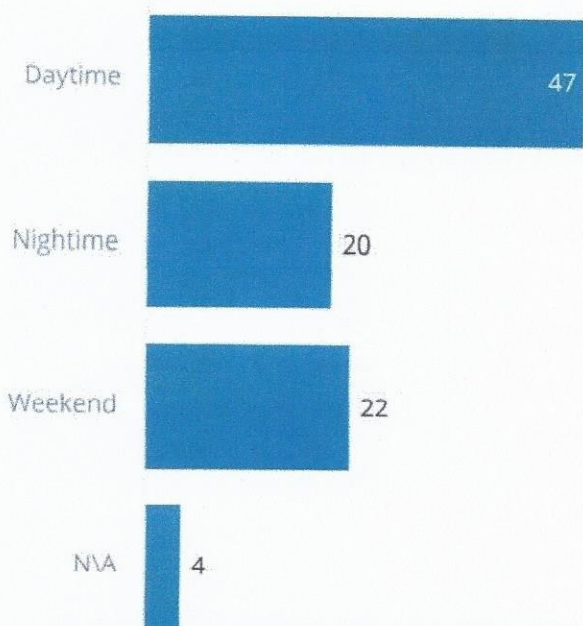
Filter statement

Filters **Days in Core incident onset date/time** 4/20/26 to 5/17/26 | **Incident status** Locked, InReview

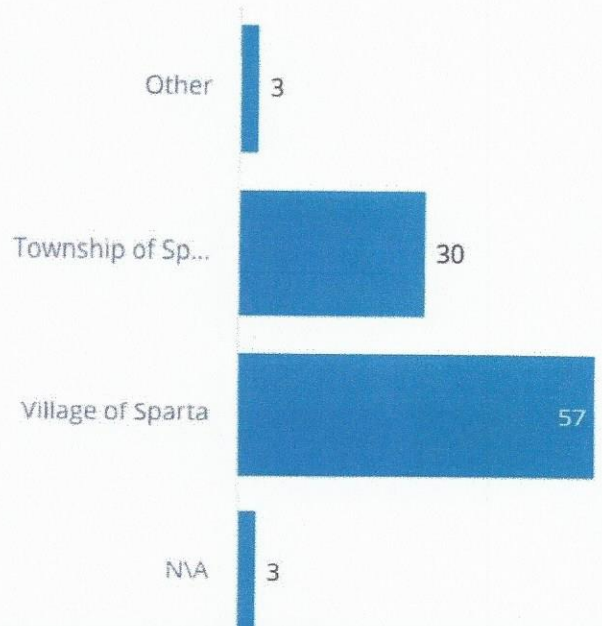
Incident Count by Day of Week



Incidents by Shift



Incidents by Zone

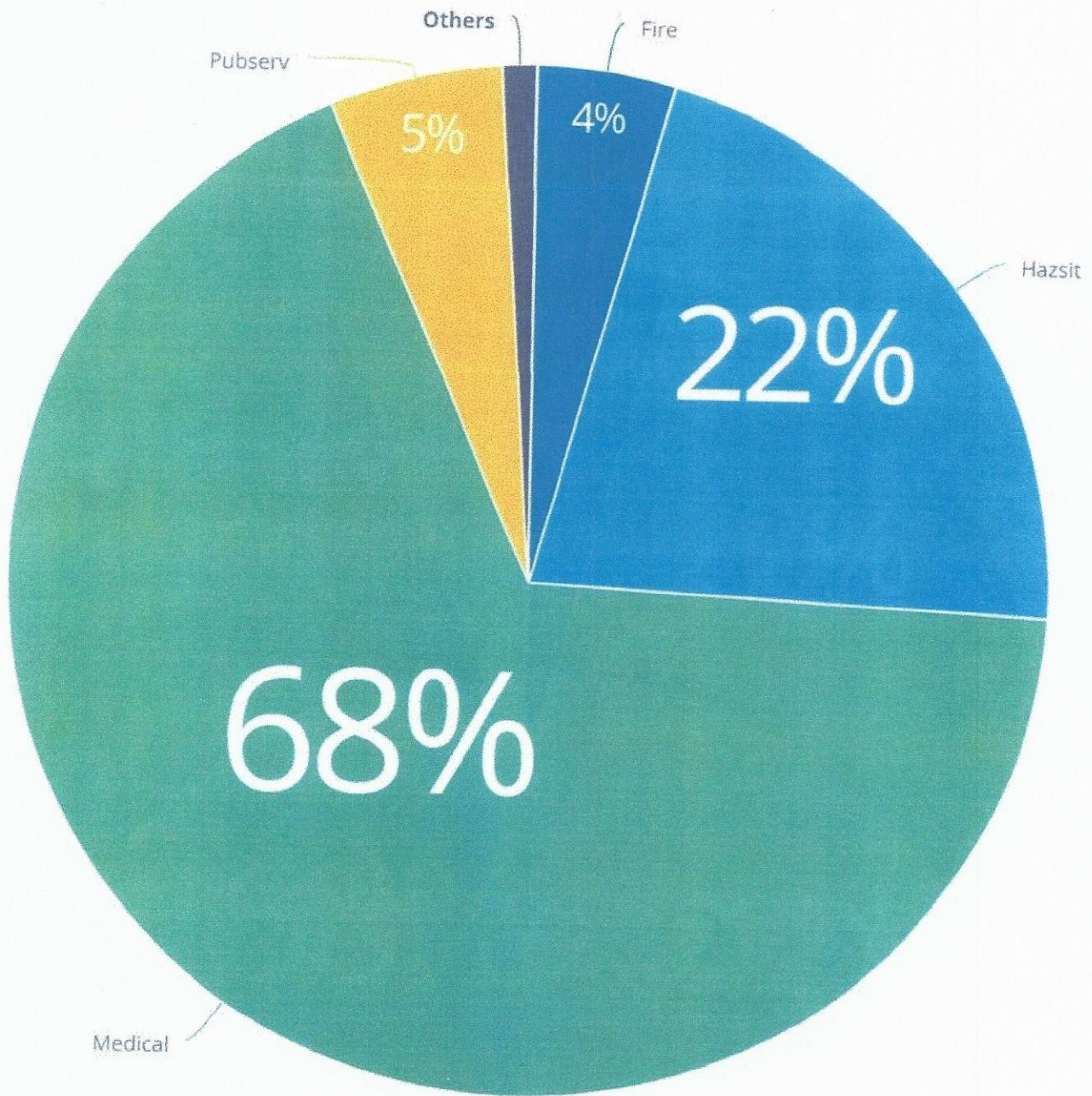


Filter statement

Filters

Days in Core incident onset date/time 4/20/26 to 5/17/26 | Incident status Locked, InReview

Percent of Incident Responses by Incident Type



**Minutes of the Sparta Area Fire Authority Meeting
May 21, 2026**

Present: Goodfellow (twp), Cumings (village), Chief Olney, Johnson (village), Peoples (village), Anderson (twp), and Deputy Chief Wood

Absent: Bergman (twp)

Peoples called the meeting to order @7:00 pm.

Additions to Agenda: none

Approval of the Agenda:

Motion: Cumings to approve the agenda

Second: Johnson

Motion Passed: 5-0

Public Comment: None

Approval of the Meeting Minutes April 23, 2026:

Motion: Made Johnson approve April 23, 2026, minutes.

Second: Goodfellow

Motion Passed: 5-0

Finance Board Update:

Anderson stated that the finance board had met twice since the last board meeting. They reviewed and approved all department invoices for \$9,049.52. Normal invoices were nothing of any concern. Fund balance of \$1,401,515.

Approval of the bills:

Motion: Cumings to approve bills through May 19, 2026.

Second: Anderson

Motion Passed: 5-0

Old Business:

Station Update: The USDA is currently reviewing all the contracts between the general contractor and all the sub-contractors. The contract with Nugent has been signed. The Chief stated that he hoped that all the contract information provided by Andrus Architecture has been completed and sent to USDA and are still looking for a June start date. The Department's attorney has responded to Horizon Building Group along with all the FOI requests and no additional information is required.

The Chief stated that the water, gas and power to the station house has been disconnected. All the IT/internet has been moved to the station.

Chief's Report:

There were 93 calls last period and 404 calls YTD. (see attached) There were 4 fire related fire calls. There were several accidents for the month with no injuries. Multiple hazardous conditions reports due to the high winds and weather conditions.

On April 28th the Sparta Fire Department along with Alpine & Tyrone Fire Departments participated in "Distracted Drive Event" at Sparta High School. The event was well attended and hopefully it will be a reminder of what can happen if distracted.

Web Site: The Chief stated that he's been working with Go to Media for (3) videos. The videos each feature, "What is the Fire Authority", New Building Addition and the New Millage request. All video's will available to both the township and village and will be available on the fire departments web site.

New Hires: The Chief reported that he's been able to hire 2 new fire fighters for the department. Both are local Sparta Residents. They are scheduled for 12-18 months of medical and fire training.

Resolution for Freedom of Information Act: Due to the requests (FOI) made by Horizon Building group the department needed a Freedom of Information Act procedures and guidelines. The department attorney has provided "The Procedures" document along with the resolution to adopt these guidelines.

Motion: Cumings to approve resolution #2026-5 for the implementation of the procedures and guidelines for the freedom of information act.

Second: Johnson

Motion Passed: 5-0

Resolution for Choice One IPA: The resolution is required to establish a payment agreement with Choice One for additional funds for the fire station expansion project.

Motion: Johnson to approve resolution #2026-6 for the Installment Purchas Agreement with Choice One Bank for the station expansion.

Second: Cumings

Motion Passed: 5-0

Generator Disconnect: The existing standby generator for the fire station must be removed before the construction can start. The Chief presented a quote from Wolverine Power to disconnect the generator and the transfer switch. The Chief noted that the station will not have back up power for the construction project. The generator will be loaded on a pallet and stored until it can be sold.

Motion: Anderson to approve the quote of \$2992.00 from Wolverine Power to remove the generator and transfer switch.

Second: Johnson

Motion Passed: 5-0

Public Comment: None

Next Meeting Date: June 18th at 7:00 PM at the fire station.

Next Finance Meeting Dates: June 2nd, 2026, and June 16th, 2026, at 4:00 PM at the fire station.

Adjournment:

Motion: Johnson to adjourn at 7:37 PM.

Second: Anderson

Motion Passed: 5-0

Minutes by Goodfellow 5-23-26.

Note: Goodfellow and Peoples will both be absent for next meeting.



Sparta Police Department

Andrew M. Milanowski
Chief of Police

260 W. Division - Sparta MI 49345 - Office (616) 887-8716 - Fax (616) 887-7681

MONTHLY REPORT May 2026

Crime Report Information:

The "incident Description Count Report" for May 2026 is attached.

Incidents of interest

Sgt. Price is working with the Cook County Illinois Sheriff's Office on a CSC case involving one of our citizens, and the suspect is an Alderman's son. Which made this a very high-profile case in Illinois.

A few weeks ago, we had a drug driving incident. After receiving lab results, a warrant was issued and charges for drug driving, along with possession of Fentanyl were issued.

Traffic

The "Ticket Offense Report" for May 2026 is attached.

Parking Citations for May

Three (3)

Department Issues

Part-time Officer Nate Welsh resigned as he has taken a full-time position with the Muskegon City Police. His last day of work was June 6, 2026.

The E-citations have been activated on the cruisers; we are now directly connected to the 63rd district court. This will make for a much more efficient writing and timely delivery to the court.

We have become the gate keepers in the new Train Depot Town Square as we now open and close the restrooms each day. Sgt. Price also installed several very good security cameras for a very low price.

Ticket Offense Report

Report Criteria:

Start Date	End Date	Start Offense	End Offense
05/01/2026	05/31/2026		Y

Ticket	Issued Date	Ticket Type	Location	Officer	Count:
--					4
S1039	05/22/2026	Warning	S ELM ST / E GARDNER ST/E GARDNER ST	KUSMIERSKI,TRAVIS	
S1040	05/26/2026	Warning	S STATE/E GARDNER	KUSMIERSKI,TRAVIS	
S1094	05/26/2026	Warning	W DIVISION/ANDERSON	NATHAN,ALEXANDER,WELSH	
S1097	05/26/2026	Warning	DIVISION/ANDERSON	NATHAN,ALEXANDER,WELSH	
<i>257.215 -- Unregistered motor vehicle</i>					Count: 1
S1052	05/21/2026	Misdemeanor	RIVER/GROVE	SOULES,CALEB,HOWARD	
<i>257.225 -- Improper License Plate Display</i>					Count: 1
S1096	05/26/2026	Warning	ALPINE AND 12 MILE RD	NATHAN,ALEXANDER,WELSH	
<i>257.255 -- Expired Registration Plate</i>					Count: 11
44635	05/01/2026	Civil Infraction	12 MILE /M37	SIETSEMA,ETHAN	
S1032	05/14/2026	Civil Infraction	BAUMHOFF/12 MILE AT 12 MILE	PRICE,DAVE	
S1033	05/15/2026	Civil Infraction	E AVERILL/S STATE	PRICE,DAVE	
S1045	05/19/2026	Warning	W DIVISION/N STATE	WYNBEEK,LEAH	
S1046	05/19/2026	Civil Infraction	E DIVISION/WASHINGTON	WYNBEEK,LEAH	
S1035	05/20/2026	Warning	S STATE/NASH	PRICE,DAVE	
S1034	05/20/2026	Civil Infraction	12 MILE AND S STATE	PRICE,DAVE	
S1057	05/22/2026	Warning	STATE AND ORCHARD	NATHAN,ALEXANDER,WELSH	
S1088	05/24/2026	Warning	DIVISION/WASHINGTON	NATHAN,ALEXANDER,WELSH	
S1092	05/26/2026	Warning	STATE AND ORCHARD	NATHAN,ALEXANDER,WELSH	
S1105	05/28/2026	Warning	S STATE/ORCHARD	WYNBEEK,LEAH	
<i>257.259 -- No Proof Of Registration</i>					Count: 1
S1012	05/16/2026	Civil Infraction	S STATE/SPARTAN DR	SOULES,CALEB,HOWARD	
<i>257.301(1) -- Drove While License Not Valid</i>					Count: 1
S1052	05/21/2026	Misdemeanor	RIVER/GROVE	SOULES,CALEB,HOWARD	
<i>257.310(2) -- No Vehicle Insurance</i>					Count: 1
S1052	05/21/2026	Misdemeanor	RIVER/GROVE	SOULES,CALEB,HOWARD	
<i>257.328 -- No Proof of Insurance on a motor vehicle</i>					Count: 6
44635	05/01/2026	Civil Infraction	12 MILE /M37	SIETSEMA,ETHAN	
S1032	05/14/2026	Civil Infraction	BAUMHOFF/12 MILE AT 12 MILE	PRICE,DAVE	
S1050	05/17/2026	Misdemeanor	M37/ 13 MILE	SIETSEMA,ETHAN	
S1016	05/17/2026	Civil Infraction	RIVER/GROVE	SOULES,CALEB,HOWARD	
S1034	05/20/2026	Civil Infraction	12 MILE AND S STATE	PRICE,DAVE	
S1036	05/21/2026	Warning	S STATE/12 MILE	KUSMIERSKI,TRAVIS	
<i>257.602B -- Distracted Driving</i>					Count: 1
S1038	05/22/2026	Warning	W DIVISION/ANDERSON	KUSMIERSKI,TRAVIS	
<i>257.611 -- Use Private/Public Property to avoid Traffic Control Device</i>					Count: 3
S1070	05/22/2026	Warning	STATE/ PEARL	NATHAN,ALEXANDER,WELSH	
S1073	05/23/2026	Civil Infraction	STATE/DIVISION	NATHAN,ALEXANDER,WELSH	
S1088	05/24/2026	Warning	DIVISION/WASHINGTON	NATHAN,ALEXANDER,WELSH	
<i>257.612 -- Disregarded Stop and Go Light</i>					Count: 5
44581	05/05/2026	Civil Infraction	S STATE/W DIVISION	BULTSMA,ZACHARY,NEAL	
44584	05/05/2026	Civil Infraction	S STATE/W DIVISION	BULTSMA,ZACHARY,NEAL	

Ticket Offense Report

Report Criteria:

Start Date	End Date	Start Offense	End Offense
05/01/2026	05/31/2026		Y

Ticket	Issued Date	Ticket Type	Location	Officer	Count:
<i>257.612 -- Disregarded Stop and Go Light</i>					5
S1010	05/14/2026	Warning	S STATE ST / E DIVISION ST	JONES,CALEB	
S1047	05/19/2026	Civil Infraction	E DIVISION/S STATE/STATE	WYNBEEK,LEAH	
S1106	05/29/2026	Warning	S STATE/SPARTAN	BULTSMA,ZACHARY,NEAL	
<i>257.614 -- Disregarded Red Flashing Stop and Go Light</i>					1
S1030	05/19/2026	Civil Infraction	W DIVISON/S STATE	WYNBEEK,LEAH	
<i>257.625(1) -- Operating While Intoxicated (O.W.I.)</i>					2
44568	05/10/2026	Misdemeanor	434 S STATE/ORCHARD ST	WYNBEEK,LEAH	
S1104	05/28/2026	Misdemeanor	434 S STATE	WYNBEEK,LEAH	
<i>257.626 -- Reckless Driving</i>					1
S1072	05/22/2026	Warning	DIVISION/RIVER	NATHAN,ALEXANDER,WELSH	
<i>257.626B -- Careless Driving</i>					2
S1057	05/22/2026	Warning	STATE AND ORCHARD	NATHAN,ALEXANDER,WELSH	
S1095	05/26/2026	Civil Infraction	DIVISION/RIVER	NATHAN,ALEXANDER,WELSH	
<i>257.627 -- Exceeded Prima Facia Speed Limit</i>					4
44517	05/06/2026	Civil Infraction	M37/ 13 MILE/12 MILE RD NW	SOULES,CALEB,HOWARD	
S1011	05/15/2026	Warning	12 MILE /M37	SOULES,CALEB,HOWARD	
S1048	05/20/2026	Warning	S STATE/SPARTAN	SOULES,CALEB,HOWARD	
S1053	05/21/2026	Civil Infraction	M37/ 13 MILE/12 MILE RD NW	SOULES,CALEB,HOWARD	
<i>257.628 -- Exceeded Posted Speed</i>					7
S1013	05/16/2026	Civil Infraction	M37/ 13 MILE	SIETSEMA,ETHAN	
S1014	05/16/2026	Civil Infraction	12 MILE /M37	SIETSEMA,ETHAN	
S1044	05/19/2026	Civil Infraction	W DIVISION/PLEASANT	JONES,CALEB	
S1051	05/21/2026	Civil Infraction	12 MILE /M37	SIETSEMA,ETHAN	
S1100	05/26/2026	Civil Infraction	M37/BAUMHOFF	SIETSEMA,ETHAN	
S1107	05/29/2026	Warning	M37/ 13 MILE	SIETSEMA,ETHAN	
S1109	05/30/2026	Warning	S STATE ST/KINGS	SIETSEMA,ETHAN	
<i>257.642 -- Improper lane usage</i>					1
S1055	05/22/2026	Warning	W DIVISION ST / S STATE ST	JONES,CALEB	
<i>257.648 -- Fail to signal</i>					1
S1056	05/22/2026	Warning	12 MILE AND STATE	NATHAN,ALEXANDER,WELSH	
<i>257.649 -- Fail to Yield</i>					2
44438	05/09/2026	Civil Infraction	12 MILE AND S STATE/M-37	KUSMIERSKI,TRAVIS	
S1103	05/27/2026	Misdemeanor	S UNION/ E GARDNER	WYNBEEK,LEAH	
<i>257.649(6) -- Fail to Stop at Stop Sign</i>					2
S1016	05/17/2026	Civil Infraction	RIVER/GROVE	SOULES,CALEB,HOWARD	
S1052	05/21/2026	Misdemeanor	RIVER/GROVE	SOULES,CALEB,HOWARD	
<i>257.671 -- Failed to stop for stop sign</i>					1
S1098	05/26/2026	Warning	ANDERSON/W DIVISION	NATHAN,ALEXANDER,WELSH	
<i>257.686 -- Defective Tail lights</i>					4
S1037	05/21/2026	Warning	E GARDNER/MARTINDALE	KUSMIERSKI,TRAVIS	

Ticket Offense Report

Report Criteria:

Start Date	End Date	Start Offense	End Offense
05/01/2026	05/31/2026		Y

Ticket	Issued Date	Ticket Type	Location	Officer	Count:
<i>257.686 -- Defective Tail lights</i>					4
S1054	05/21/2026	Warning		SIETSEMA,ETHAN	
S1071	05/22/2026	Warning	AVERILL/S STATE	NATHAN,ALEXANDER,WELSH	
S1074	05/23/2026	Warning	W DIVISION/ANDERSON	NATHAN,ALEXANDER,WELSH	
<i>257.710D -- Violation of Child Restraint Law</i>					1
S1000	05/12/2026	Warning	240 E SPARTAN	PRICE,DAVE	
<i>257.710E -- Seat Belt violation Failed to use/wear</i>					2
S1099	05/26/2026	Warning	DIVISION/ANDERSON	NATHAN,ALEXANDER,WELSH	
S1093	05/26/2026	Warning	12 MILE AND STATE	NATHAN,ALEXANDER,WELSH	
<i>257.715 -- Defective Equipment (general)</i>					5
S1033	05/15/2026	Civil Infraction	E AVERILL/S STATE	PRICE,DAVE	
S1019	05/18/2026	Civil Infraction	E DIVISION/S STATE	WYNBEEK,LEAH	
S1035	05/20/2026	Warning	S STATE/NASH	PRICE,DAVE	
S1075	05/23/2026	Civil Infraction	12 MILE AND STATE	NATHAN,ALEXANDER,WELSH	
S1092	05/26/2026	Warning	STATE AND ORCHARD	NATHAN,ALEXANDER,WELSH	
<i>257.904 -- Drove While License Suspended/Denied/Revoked</i>					1
S1102	05/27/2026	Misdemeanor	S UNION/ E GARDNER	WYNBEEK,LEAH	
<i>257.904A -- No Ops/Never Applied</i>					2
S1050	05/17/2026	Misdemeanor	M37/ 13 MILE	SIETSEMA,ETHAN	
S1049	05/20/2026	Misdemeanor	N STATE/W DIVISION	SIETSEMA,ETHAN	
<i>436.1703 -- Minor in Possession Alcohol</i>					1
S1050	05/17/2026	Misdemeanor	M37/ 13 MILE	SIETSEMA,ETHAN	
					Total: 75

Incident Description Count Report

Report Criteria:

Start Date	End Date	Status
05/01/2026	05/31/2026	ALL

Incident	Rprt Date	Description	Area	Officer	Status
<i>2 CAR CRASH</i>					Count: 2
26-001301	05/23/2026	2 CAR CRASH		JONES, CALEB	Closed
26-001346	05/27/2026	2 CAR CRASH		JONES, CALEB	Closed
<i>2 CAR PDA</i>					Count: 1
26-001185	05/04/2026	2 CAR PDA		JONES, CALEB	Closed
<i>ABANDONED VEH. COMPLAINT</i>					Count: 1
26-001137	05/01/2026	ABANDONED VEH. COMPLAINT		SOULES, CALEB HOWARD	Closed
<i>ABANDONED VEHICLE</i>					Count: 1
26-001208	05/13/2026	ABANDONED VEHICLE		JONES, CALEB	Open
<i>ALARM</i>					Count: 2
26-001215	05/14/2026	ALARM		WYNBEEK, LEAH	Closed
26-001314	05/25/2026	ALARM		NATHAN, ALEXANDER WELSH	Closed
<i>ALARM - DISREGARDED</i>					Count: 1
26-001155	05/03/2026	ALARM - DISREGARDED		KUSMIERSKI, TRAVIS	Closed
<i>ASLT</i>					Count: 1
26-001299	05/23/2026	ASLT		NATHAN, ALEXANDER WELSH	Closed
<i>ASLTW</i>					Count: 1
26-001146	05/02/2026	ASLTW		NATHAN, ALEXANDER WELSH	Closed
<i>ASSIST</i>					Count: 1
26-001363	05/31/2026	ASSIST		BULTSMA, ZACHARY NEAL	Closed
<i>ASSIST / FIREARM PARTS</i>					Count: 1
26-000071	05/11/2026	ASSIST / FIREARM PARTS		ALT, BROOKE L	Closed
<i>ASSIST COUNTY TRAFFIC STOP</i>					Count: 1
26-001355	05/28/2026	ASSIST COUNTY TRAFFIC STOP		WYNBEEK, LEAH	Closed
<i>ASSIST CPS</i>					Count: 1
26-001342	05/27/2026	ASSIST CPS		JONES, CALEB	Open
<i>ASSIST EGR</i>					Count: 1
26-001308	05/24/2026	ASSIST EGR		NATHAN, ALEXANDER WELSH	Closed
<i>ASSIST EMS</i>					Count: 3
26-001236	05/16/2026	ASSIST EMS		NATHAN, ALEXANDER WELSH	Closed

Incident Description Count Report

Report Criteria:

Start Date	End Date	Status
05/01/2026	05/31/2026	ALL

Incident	Rprt Date	Description	Area	Officer	Status
<i>ASSIST EMS</i>					Count: 3
26-001237	05/16/2026	ASSIST EMS		NATHAN, ALEXANDER WELSH	Closed
26-001306	05/24/2026	ASSIST EMS		NATHAN, ALEXANDER WELSH	Closed
<i>ASSIST FIRE - DISREGARDED</i>					Count: 1
26-001292	05/22/2026	ASSIST FIRE - DISREGARDED		KUSMIERSKI, TRAVIS	Closed
<i>ASSIST KCSO</i>					Count: 2
26-001222	05/15/2026	ASSIST KCSO		WYNBEEK, LEAH	Closed
26-001249	05/17/2026	ASSIST KCSO		SIETSEMA, ETHAN	Closed
<i>ASSIST KCSO - PI MOTORCYCLE CRASH</i>					Count: 1
26-001320	05/25/2026	ASSIST KCSO - PI MOTORCYCLE CRASH		KUSMIERSKI, TRAVIS	Closed
<i>ASSIST KCSO / WELFARE CHECK</i>					Count: 1
26-001221	05/14/2026	ASSIST KCSO / WELFARE CHECK		JONES, CALEB	Closed
<i>ASSIST KCSO ON WELFARE CHECK</i>					Count: 1
26-001224	05/15/2026	ASSIST KCSO ON WELFARE CHECK		SOULES, CALEB HOWARD	Turned Over
<i>ASSIST KCSO WITH PDHR</i>					Count: 1
26-001279	05/21/2026	ASSIST KCSO WITH PDHR		KUSMIERSKI, TRAVIS	Closed
<i>ASSIST OTHER LE AGENCY</i>					Count: 2
26-001304	05/23/2026	ASSIST OTHER LE AGENCY		NATHAN, ALEXANDER WELSH	Open
26-001312	05/25/2026	ASSIST OTHER LE AGENCY		NATHAN, ALEXANDER WELSH	Closed
<i>ASSIST SPARTA SRO</i>					Count: 1
26-001345	05/27/2026	ASSIST SPARTA SRO		JONES, CALEB	Turned Over
<i>ASSIST WALKER - LOCATE SUSPECT VEHICLE</i>					Count: 1
26-001319	05/25/2026	ASSIST WALKER - LOCATE SUSPECT VEHICLE		KUSMIERSKI, TRAVIS	Closed
<i>BROADCAST</i>					Count: 1
26-001244	05/17/2026	BROADCAST		SIETSEMA, ETHAN	Closed
<i>CALL TO WRONG LITTLE CAESAR'S</i>					Count: 1
26-001340	05/26/2026	CALL TO WRONG LITTLE CAESAR'S		KUSMIERSKI, TRAVIS	Closed
<i>CALL TO WRONG LITTLE CAESAR'S</i>					Count: 1
26-001338	05/26/2026	CALL TO WRONG LITTLE CAESAR'S		KUSMIERSKI, TRAVIS	Closed

Incident Description Count Report

Report Criteria:

Start Date	End Date	Status
05/01/2026	05/31/2026	ALL

Incident	Rprt Date	Description	Area	Officer	Status
<i>CHECK WELLBEING</i>					Count: 1
26-001268	05/20/2026	CHECK WELLBEING		PRICE, DAVE	Closed
<i>CHILD CUSTODY STAND BY</i>					Count: 1
26-001173	05/07/2026	CHILD CUSTODY STAND BY		SIETSEMA, ETHAN	Closed
<i>CITIZEN ASSIST</i>					Count: 1
26-001233	05/16/2026	CITIZEN ASSIST		SIETSEMA, ETHAN	Closed
<i>CIVIL ISSUE</i>					Count: 1
26-001228	05/15/2026	CIVIL ISSUE		SOULES, CALEB HOWARD	Closed
<i>COMBATIVE DEMENTIA PATIENT</i>					Count: 1
26-001318	05/25/2026	COMBATIVE DEMENTIA PATIENT		KUSMIERSKI, TRAVIS	Closed
<i>COUNTERFEIT BILL</i>					Count: 1
26-001271	05/20/2026	COUNTERFEIT BILL		SOULES, CALEB HOWARD	Closed
<i>CPS LEN</i>					Count: 1
26-001210	05/13/2026	CPS LEN		JONES, CALEB	Turned Over
<i>CRIMINAL HISTORY CHECKS</i>					Count: 2
26-000067	05/01/2026	CRIMINAL HISTORY CHECKS		ALT, BROOKE L	Closed
26-000079	05/21/2026	CRIMINAL HISTORY CHECKS		ALT, BROOKE L	Closed
<i>CRIMINAL HISTORY CHECKS - L TP</i>					Count: 1
26-000082	05/29/2026	CRIMINAL HISTORY CHECKS - L TP		ALT, BROOKE L	Closed
<i>CRIMINAL HISTORY CHECKS - LTP</i>					Count: 1
26-000075	05/15/2026	CRIMINAL HISTORY CHECKS - LTP		ALT, BROOKE L	Closed
<i>CSC</i>					Count: 1
26-001288	05/22/2026	CSC		JONES, CALEB	Turned Over
<i>DAMAGED WINDOW</i>					Count: 1
26-001179	05/08/2026	DAMAGED WINDOW		JONES, CALEB	Closed
<i>DEER VS CAR</i>					Count: 1
26-001198	05/11/2026	DEER VS CAR		SOULES, CALEB HOWARD	Closed
<i>DISO</i>					Count: 1
26-001152	05/03/2026	DISO		NATHAN, ALEXANDER WELSH	Closed
<i>DISORDERLY SUBJECT</i>					Count: 1
26-001243	05/16/2026	DISORDERLY SUBJECT		SIETSEMA, ETHAN	Closed
<i>DISORDERLY CONDUCT/ DOMESTIC ASSAULT</i>					Count: 1
26-001324	05/26/2026	DISORDERLY CONDUCT/ DOMESTIC ASSAULT		SIETSEMA, ETHAN	Cleared by Arrest

Incident Description Count Report

Report Criteria:

Start Date	End Date	Status
05/01/2026	05/31/2026	ALL

Incident	Rprt Date	Description	Area	Officer	Status
<i>DOA</i>					Count: 1
26-001362	05/30/2026	DOA		BULTSMA, ZACHARY NEAL	Closed
<i>DOG BITE</i>					Count: 1
26-001241	05/16/2026	DOG BITE		SIETSEMA, ETHAN	Closed
<i>DOMESTIC</i>					Count: 1
26-001307	05/24/2026	DOMESTIC		NATHAN, ALEXANDER WELSH	Closed
<i>DOMESTIC ARGUMENT</i>					Count: 2
26-001174	05/07/2026	DOMESTIC ARGUMENT		SIETSEMA, ETHAN	Closed
26-001322	05/25/2026	DOMESTIC ARGUMENT		SIETSEMA, ETHAN	Closed
<i>DOMESTIC ASSAULT (TOT COUNTY)</i>					Count: 1
26-001192	05/10/2026	DOMESTIC ASSAULT (TOT COUNTY)		KUSMIERSKI, TRAVIS	Closed
<i>DOMESTIC DISPUTE</i>					Count: 1
26-001182	05/08/2026	DOMESTIC DISPUTE		WYNBEEK, LEAH	Closed
<i>DOMESTIC SITUATION</i>					Count: 1
26-001266	05/20/2026	DOMESTIC SITUATION		SOULES, CALEB HOWARD	Closed
<i>DRIVING WHILE UNLICENSED</i>					Count: 2
26-001245	05/17/2026	DRIVING WHILE UNLICENSED		SIETSEMA, ETHAN	Cleared by Arrest
26-001273	05/20/2026	DRIVING WHILE UNLICENSED		SIETSEMA, ETHAN	Cleared by Arrest
<i>EUTHANIZE SICK RACCOON</i>					Count: 1
26-001217	05/14/2026	EUTHANIZE SICK RACCOON		PRICE, DAVE	Closed
<i>FAIL TO RETURN CAR</i>					Count: 1
26-001251	05/18/2026	FAIL TO RETURN CAR		JONES, CALEB	Closed
<i>FALSE ALARM</i>					Count: 5
26-001231	05/15/2026	FALSE ALARM		SIETSEMA, ETHAN	Closed
26-001321	05/25/2026	FALSE ALARM		SIETSEMA, ETHAN	Closed
26-001339	05/26/2026	FALSE ALARM		SIETSEMA, ETHAN	Closed
26-001368	05/31/2026	FALSE ALARM		SIETSEMA, ETHAN	Closed
26-001370	05/31/2026	FALSE ALARM		SIETSEMA, ETHAN	Closed
<i>FOUND DOG COLLAR</i>					Count: 1
26-001262	05/19/2026	FOUND DOG COLLAR		JONES, CALEB	Closed
<i>FOUND PROPERTY</i>					Count: 1
26-001255	05/16/2026	FOUND PROPERTY		MORGAN, CARISSA ELLEN	Closed
<i>FOUND TOOLS</i>					Count: 1
26-000080	05/26/2026	FOUND TOOLS		PRICE, DAVE	Closed

Incident Description Count Report

Report Criteria:

Start Date	End Date	Status
05/01/2026	05/31/2026	ALL

Incident	Rprt Date	Description	Area	Officer	Status
<i>FRAUD</i>					Count: 1
26-001150	05/03/2026	FRAUD		NATHAN, ALEXANDER WELSH	Closed
<i>HARASSING PHONE CALLS</i>					Count: 1
26-001257	05/18/2026	HARASSING PHONE CALLS		WYNBEEK, LEAH	Closed
<i>HARASSMENT</i>					Count: 2
26-001230	05/15/2026	HARASSMENT		SIETSEMA, ETHAN	Closed
26-001358	05/29/2026	HARASSMENT		SIETSEMA, ETHAN	Closed
<i>ILLEGAL DUMPING</i>					Count: 1
26-001225	05/15/2026	ILLEGAL DUMPING		PRICE, DAVE	Closed
<i>INJUNCTIVE VIOLATION REPORT</i>					Count: 1
26-001254	05/18/2026	INJUNCTIVE VIOLATION REPORT		JONES, CALEB	Closed
<i>JUVENILE CSC</i>					Count: 1
26-001178	05/08/2026	JUVENILE CSC		JONES, CALEB	Turned Over
<i>JUVENILES LEFT IN VEHICLE</i>					Count: 1
26-001278	05/21/2026	JUVENILES LEFT IN VEHICLE		KUSMIERSKI, TRAVIS	Closed
<i>LOCAL RECORDS CHECK</i>					Count: 9
26-000068	05/04/2026	LOCAL RECORDS CHECK		ALT, BROOKE L	Closed
26-000069	05/06/2026	LOCAL RECORDS CHECK		ALT, BROOKE L	Closed
26-000070	05/07/2026	LOCAL RECORDS CHECK		ALT, BROOKE L	Closed
26-000072	05/11/2026	LOCAL RECORDS CHECK		ALT, BROOKE L	Closed
26-000073	05/14/2026	LOCAL RECORDS CHECK		ALT, BROOKE L	Closed
26-000074	05/15/2026	LOCAL RECORDS CHECK		ALT, BROOKE L	Closed
26-000076	05/19/2026	LOCAL RECORDS CHECK		ALT, BROOKE L	Closed
26-000077	05/21/2026	LOCAL RECORDS CHECK		ALT, BROOKE L	Closed
26-000078	05/21/2026	LOCAL RECORDS CHECK		ALT, BROOKE L	Closed
<i>LOCK OUT</i>					Count: 1
26-001181	05/08/2026	LOCK OUT		JONES, CALEB	Closed
<i>MADE IN ERROR</i>					Count: 1
26-001175	05/07/2026	MADE IN ERROR		SIETSEMA, ETHAN	Closed
<i>MDOP OF LAWN EQUIPMENT</i>					Count: 1
26-001203	05/12/2026	MDOP OF LAWN EQUIPMENT		SOULES, CALEB HOWARD	Closed
<i>MED 1 ECHO</i>					Count: 1
26-001235	05/16/2026	MED 1 ECHO		KUSMIERSKI, TRAVIS	Closed
<i>MISDEMEANOR TRAFFIC CITATION</i>					Count: 1
26-001275	05/21/2026	MISDEMEANOR TRAFFIC CITATION		SOULES, CALEB HOWARD	Closed

Incident Description Count Report

Report Criteria:

Start Date	End Date	Status
05/01/2026	05/31/2026	ALL

Incident	Rprt Date	Description	Area	Officer	Status
<i>MISPLACED VEHICLE</i>					Count: 1
26-001169	05/07/2026	MISPLACED VEHICLE		SOULES, CALEB HOWARD	Closed
<i>MOTOR ASSIST</i>					Count: 2
26-001290	05/22/2026	MOTOR ASSIST		NATHAN, ALEXANDER WELSH	Closed
26-001331	05/26/2026	MOTOR ASSIST		NATHAN, ALEXANDER WELSH	Closed
<i>OPEN INTOX</i>					Count: 1
26-001162	05/05/2026	OPEN INTOX		JONES, CALEB	Closed
<i>OWI 1ST</i>					Count: 2
26-001194	05/10/2026	OWI 1ST		WYNBEEK, LEAH	Closed
26-001351	05/28/2026	OWI 1ST		WYNBEEK, LEAH	Open
<i>PARKING</i>					Count: 1
26-001147	05/02/2026	PARKING		NATHAN, ALEXANDER WELSH	Closed
<i>PARKING COMPLAINT</i>					Count: 2
26-001220	05/14/2026	PARKING COMPLAINT		JONES, CALEB	Closed
26-001250	05/18/2026	PARKING COMPLAINT		JONES, CALEB	Closed
<i>PARKING COMPLAINT - SAME AS SP261250</i>					Count: 1
26-001252	05/18/2026	PARKING COMPLAINT - SAME AS SP261250		JONES, CALEB	Closed
<i>PARKING VIOLATION</i>					Count: 1
26-001160	05/04/2026	PARKING VIOLATION		JONES, CALEB	Closed
<i>PD CRUISER</i>					Count: 1
26-001186	05/09/2026	PD CRUISER		WYNBEEK, LEAH	Closed
<i>PERON'S ANKLE MONITOR ALERTING</i>					Count: 1
26-001204	05/12/2026	PERON'S ANKLE MONITOR ALERTING		KUSMIERSKI, TRAVIS	Closed
<i>PERSON REFUSING TO LEAVE</i>					Count: 1
26-001187	05/09/2026	PERSON REFUSING TO LEAVE		KUSMIERSKI, TRAVIS	Closed
<i>PRIVATE PROPERTY CRASH</i>					Count: 2
26-001253	05/18/2026	PRIVATE PROPERTY CRASH		JONES, CALEB	Closed
26-001343	05/27/2026	PRIVATE PROPERTY CRASH		JONES, CALEB	Open
<i>RETAIL FRAUD</i>					Count: 1
26-001153	05/03/2026	RETAIL FRAUD		KUSMIERSKI, TRAVIS	Warrant Request
<i>SAFETY INSPECTION</i>					Count: 1
26-001209	05/14/2026	SAFETY INSPECTION		JONES, CALEB	Closed
<i>SILENT OBSERVER TIP</i>					Count: 1
26-000081	05/24/2026	SILENT OBSERVER TIP		MILANOWSKI, A	Closed

Incident Description Count Report

Report Criteria:

Start Date	End Date	Status
05/01/2026	05/31/2026	ALL

Incident	Rprt Date	Description	Area	Officer	Status
<i>SILENT OBSERVER TIP</i>					Count: 1
<i>STAND BY</i>					Count: 1
26-001347	05/27/2026	STAND BY		JONES, CALEB	Closed
<i>SUICIDAL SUBJECT</i>					Count: 1
26-001223	05/15/2026	SUICIDAL SUBJECT		SOULES, CALEB HOWARD	Closed
<i>SUICIDEAT</i>					Count: 1
26-001305	05/24/2026	SUICIDEAT		NATHAN, ALEXANDER WELSH	Closed
<i>SUSPICIOUS - MIP MJ</i>					Count: 1
26-001191	05/09/2026	SUSPICIOUS - MIP MJ		WYNBEEK, LEAH	Closed
<i>SUSPICIOUS / ASSIST SCHOOL</i>					Count: 1
26-001218	05/14/2026	SUSPICIOUS / ASSIST SCHOOL		JONES, CALEB	Closed
<i>SUSPICIOUS PERSON</i>					Count: 1
26-001195	05/10/2026	SUSPICIOUS PERSON		JONES, CALEB	Closed
<i>SUSPICIOUS SITUATION</i>					Count: 3
26-001177	05/08/2026	SUSPICIOUS SITUATION		SIETSEMA, ETHAN	Closed
26-001201	05/11/2026	SUSPICIOUS SITUATION		SIETSEMA, ETHAN	Closed
26-001323	05/26/2026	SUSPICIOUS SITUATION		SIETSEMA, ETHAN	Closed
<i>SUSPICIOUS SITUATIONS / CIVIL</i>					Count: 1
26-001196	05/10/2026	SUSPICIOUS SITUATIONS / CIVIL		WYNBEEK, LEAH	Closed
<i>SUSPICIOUS SUBJECT</i>					Count: 1
26-001206	05/12/2026	SUSPICIOUS SUBJECT		SIETSEMA, ETHAN	Closed
<i>SUSPICIOUS VEHICLE</i>					Count: 2
26-001176	05/07/2026	SUSPICIOUS VEHICLE		KUSMIERSKI, TRAVIS	Closed
26-001350	05/27/2026	SUSPICIOUS VEHICLE		WYNBEEK, LEAH	Closed
<i>TAPED OFF BROKEN EQUIPMENT</i>					Count: 1
26-001172	05/07/2026	TAPED OFF BROKEN EQUIPMENT		SOULES, CALEB HOWARD	Closed
<i>TRESPASS</i>					Count: 3
26-001157	05/04/2026	TRESPASS		KUSMIERSKI, TRAVIS	Closed
26-001309	05/24/2026	TRESPASS		NATHAN, ALEXANDER WELSH	Closed
26-001364	05/30/2026	TRESPASS		SIETSEMA, ETHAN	Closed
<i>TRESPASS/ WARRANT ARREST</i>					Count: 1
26-001207	05/13/2026	TRESPASS/ WARRANT ARREST		JONES, CALEB	Turned Over

Incident Description Count Report

Report Criteria:

Start Date	End Date	Status
05/01/2026	05/31/2026	ALL

Incident	Rprt Date	Description	Area	Officer	Status
<i>UNFOUNDED ALARM</i>					Count: 4
26-001168	05/07/2026	UNFOUNDED ALARM		SOULES, CALEB HOWARD	Closed
26-001200	05/11/2026	UNFOUNDED ALARM		SOULES, CALEB HOWARD	Closed
26-001341	05/27/2026	UNFOUNDED ALARM		JONES, CALEB	Closed
26-001352	05/28/2026	UNFOUNDED ALARM		WYNBEEK, LEAH	Closed
<i>UNRESTRAINED CHILD IN VEHICLE</i>					Count: 1
26-001211	05/13/2026	UNRESTRAINED CHILD IN VEHICLE		PRICE, DAVE	Closed
<i>VERBAL DOMESTIC</i>					Count: 1
26-001197	05/11/2026	VERBAL DOMESTIC		WYNBEEK, LEAH	Closed
<i>VIN CHECK</i>					Count: 1
26-001344	05/27/2026	VIN CHECK		JONES, CALEB	Closed
<i>WARRANT ARREST</i>					Count: 1
26-001256	05/18/2026	WARRANT ARREST		WYNBEEK, LEAH	Closed
<i>WELFARE</i>					Count: 3
26-001136	05/01/2026	WELFARE		NATHAN, ALEXANDER WELSH	Closed
26-001334	05/26/2026	WELFARE		NATHAN, ALEXANDER WELSH	Closed
26-001361	05/30/2026	WELFARE		BULTSMA, ZACHARY NEAL	Closed
<i>WELFARE CHECK</i>					Count: 3
26-001190	05/09/2026	WELFARE CHECK		WYNBEEK, LEAH	Closed
26-001229	05/15/2026	WELFARE CHECK		SIETSEMA, ETHAN	Closed
26-001246	05/17/2026	WELFARE CHECK		SOULES, CALEB HOWARD	Closed

Total: 142



ACTION MEMO

Staff Communication

DATE: June 10, 2026
TO: Village President Whalen and Members of Council
Jim Lower, Village Manager
William Hunter, Director of Public Works
FROM: Conrad Bowman, Wastewater Superintendent
RE: Wastewater Treatment Plant - Update

Summary:

The following report is an overview of operations at the Village of Sparta WWTP

May 2026 Flow Data

Wastewater Treatment Plant flow:

- 19.792 Million gallons treated for the month
- 0.744 Million gallons maximum daily flow
- 0.638 Million gallons per day average flow

Algoma Township flow:

- 1,346,848 gallons treated for the month
- 72,616 gallons maximum daily flow
- 43,447 gallons per day average flow

Significant Events/Emergency Callouts:

There were no violations for the month of May.

- We are continuing to write SOPs, perform preventive maintenance, and do housekeeping.
- We are continuing to update our laboratory QA/QC program. This has involved re-writing outdated approved methods and SOP's, running duplicates, spikes, reference samples, and inter-lab splits.
- We are continuing to update our laboratory chemical inventory and SDS program.
- Staff have been cross-training at the water plant and DPW garage.
- Continued cataloging our assets for an asset management program that will improve maintenance schedules.
- We are continuing to collect composite samples and run lab on Old Orchard.
- Working with Fleis and Vandenbrink and contractors on plant construction and scheduling.
- Investigating dye discharges coming into the plant from around the collection system.
- Trace Analytical was on site 5/11 taking samples for our annual required Additional Monitoring Requirements and Effluent PFAS testing.
- Grit system failed on 5/14. The suction line had become plugged with grit. We were able to get blockage cleared and get the system back up and running.
- Sodium Metabisulfite pump started having issues on 5/15. Disassembled pump and found the check valve assembly had accumulated a large amount of debris. We were able to get it flushed out and put back in service.
- Started our quarterly Hexavalent Chromium sampling of the collection system on 5/18. This was completed 5/22.
- There was a sewer backup on 5/18 at the manhole where the Village Old Orchard sampler is. It was caught and jetted before any overflow.
- While searching for oil and grease sources on 5/20, we found a completely blocked manhole. Waste Recovery was needed to jet the line and found an approximately 100' blockage of grease. This has seemed to clear up a majority of the grease we have been seeing at the treatment plant.
- Shop roof at the treatment plant was replaced on 5/24.
- Submitted PFAS Effluent Monitoring Report and Additional Monitoring Report to EGLE on 5/27.
- Had to run a temporary bleach line on 6/5 to our effluent flume structure. The original underground PVC line likely has a crack or obstruction. This temporary line will be in service until UV Disinfection is up and running.
- The access road east of the treatment plant that carries our effluent lines to the Rogue River and Algoma Township line was beginning to wash out. A metal culvert had deteriorated and failed with all of the rain this spring. JW Dirtworks was out and replaced the culvert with PVC on 6/5. They also cleared a lot of leftover trash from previous culvert work.
- Submitted May 2026 DMR to EGLE on 6/10.
- Continuing to jet our primary clarifier sludge line daily.
- Diagnosing and adjusting our new disinfection and dechlorination plan due to detention time and flow changes.
- Continuing to diagnose filamentous bacteria problems causing poor settling.
- Continuing to work through and maintain plugging TRVs and gate valves throughout the plant.

Construction Updates

- Windemuller pulling out and demoing existing electrical and running new conduit around the plant. Dean's is doing the digging and trenching.
- FHC is demoing existing piping and fixtures in new Thickener Building, installing available valves on Oxidation Ditch 1, installing blowers in Digester Control Building, and building the air header system.
- Dean's began cleaning out Oxidation Ditch #1.
- Underdrain system was installed where new Process Control Building will sit.
- Ceiling panels were installed in Thickener Building.
- New air header piping supports are being excavated and installed.



- Ultraviolet Disinfection structure



- Trenching for new electrical conduit



- New aerobic digester blowers installed



- Aerobic digester blower intakes and discharge header