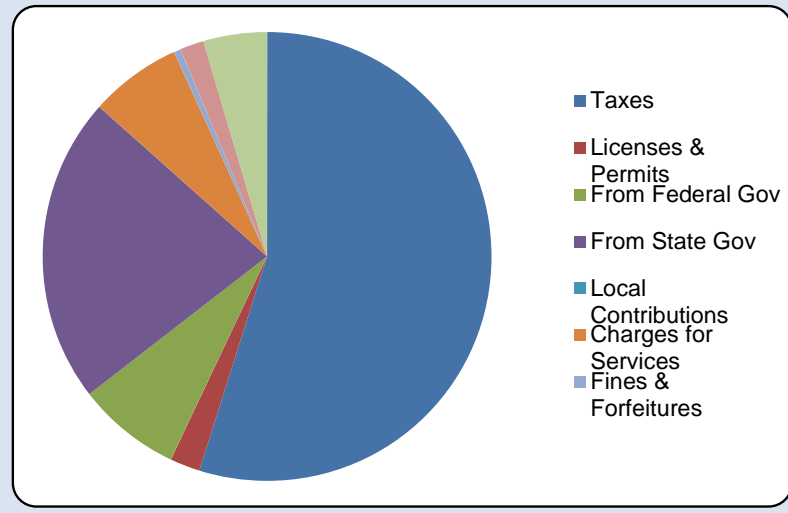


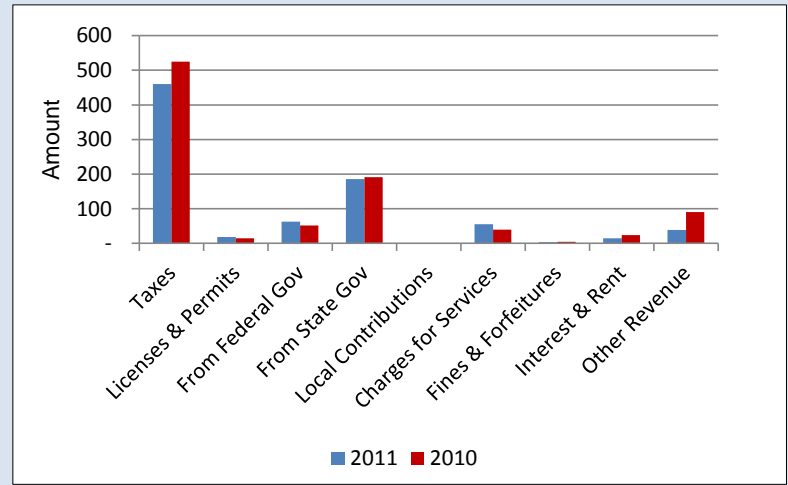
1. Our Sources of Revenue (all governmental funds)



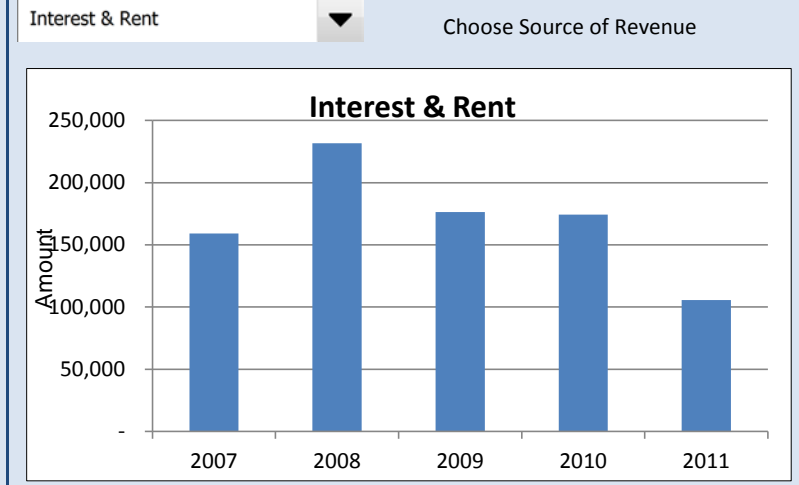
2. Compared to the Prior Year

	2010	2011	% Change
Taxes	3,848,193	3,374,026	-12%
Licenses & Permits	108,732	133,435	23%
From Federal Gov	381,481	458,403	20%
From State Gov	1,404,797	1,357,768	-3%
Local Contributions	-	-	N/A
Charges for Services	291,293	406,449	40%
Fines & Forfeitures	32,028	29,858	-7%
Interest & Rent	174,439	105,602	-39%
Other Revenue	661,555	282,147	-57%
Total	\$6,902,518	\$6,147,688	-11%

3. Revenue sources Per Capita (Compared to the Prior Year)

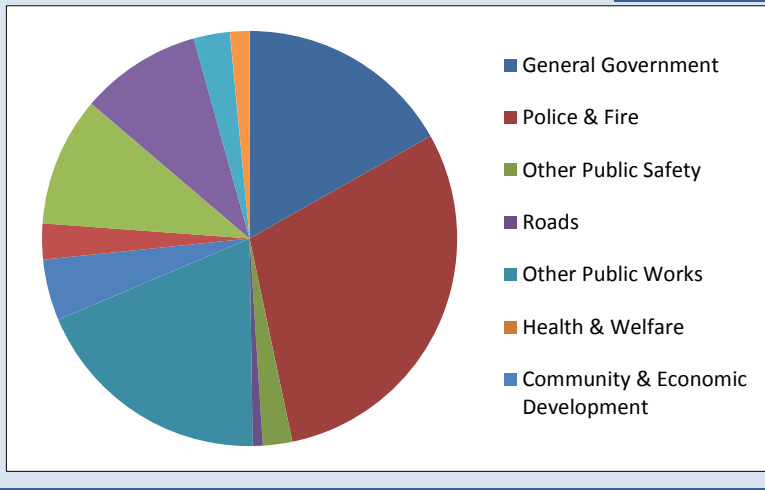


4. Historical Trends of Each Source



Commentary:

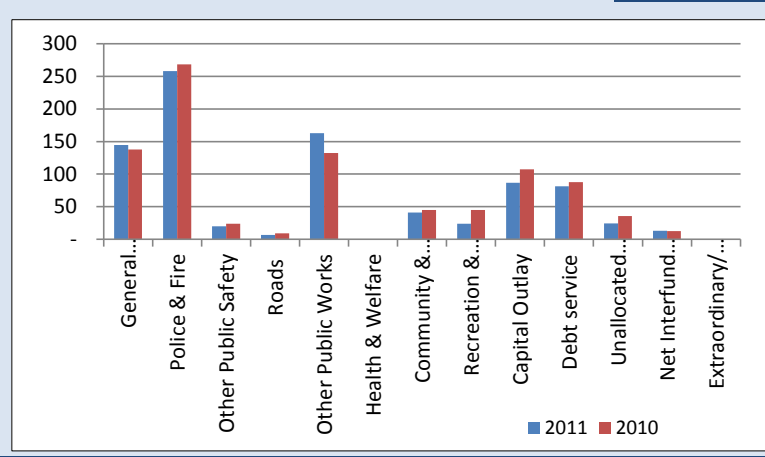
1. Where We Spend Our Money (all governmental funds)



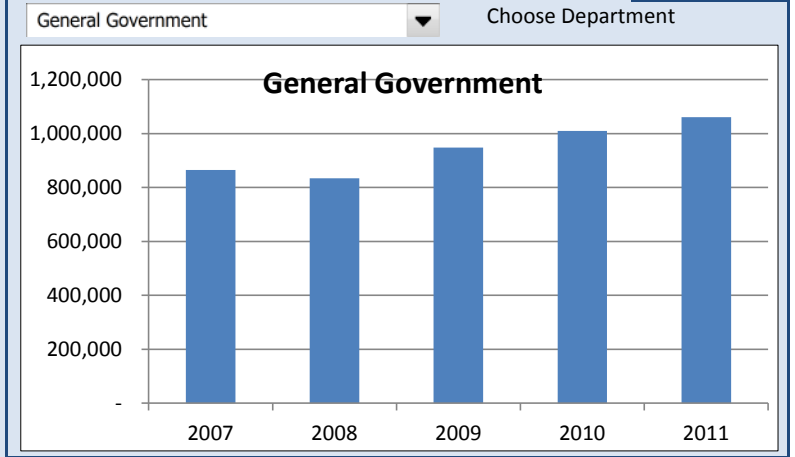
2. Compared to the Prior Year

	2010	2011	% Change
General Government	\$ 1,009,927	\$ 1,061,183	5%
Police & Fire	1,965,705	1,889,423	-4%
Other Public Safety	174,063	145,078	-17%
Roads	68,521	49,323	-28%
Other Public Works	970,998	1,191,391	23%
Health & Welfare	-	-	n/a
Community & Economic Dev	328,364	300,425	-9%
Recreation & Culture	331,094	176,508	-47%
Capital Outlay	787,694	636,183	-19%
Debt Service	640,910	595,728	-7%
Interfund Transfers (net)	93,895	95,642	2%
Extraordinary/Special Items	-	-	n/a
Total Expenditures	\$ 6,371,171	\$ 6,140,884	-4%

3. Spending Per Capita (Compared to the Prior Year)



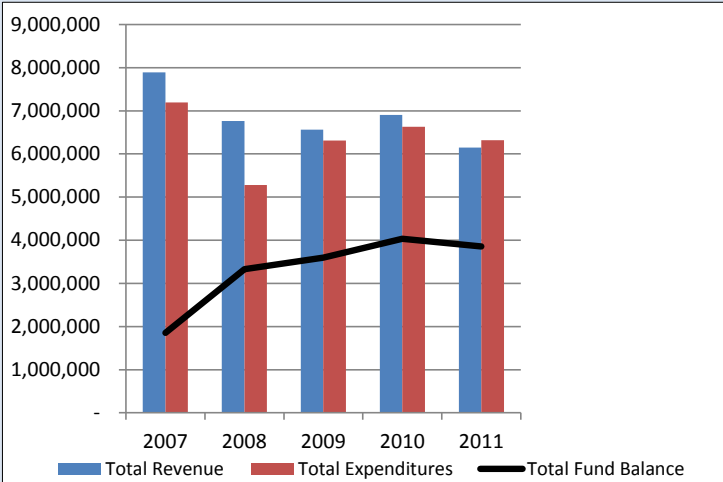
4. Historical Trends of Individual Departments



Commentary:

For more information on our unit's finances, contact Catherine Lawson, Finance Director at (269) 273-1075, ext. 109.

1. How Have We Managed Our Governmental Resources (Fund Balance)?



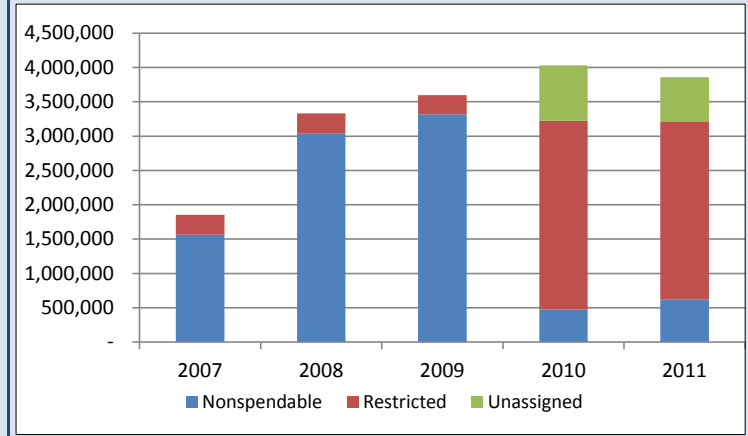
2. Compared to the Prior Year

	2010	2011	% Change
Revenue	6,902,518	6,147,688	-11%
Expenditures	6,633,397	6,319,901	-5%
Surplus (shortfall)	269,121	(172,213)	-164%
Fund Balance by Component:			
Non-Spendable	473,973	622,615	31%
Restricted	2,748,547	2,594,193	-6%
Unassigned	808,806	641,805	-21%
Total Fund Balance	4,031,326	3,858,613	-4%

3. Fund Balance Per Capita (Compared to the Prior Year)



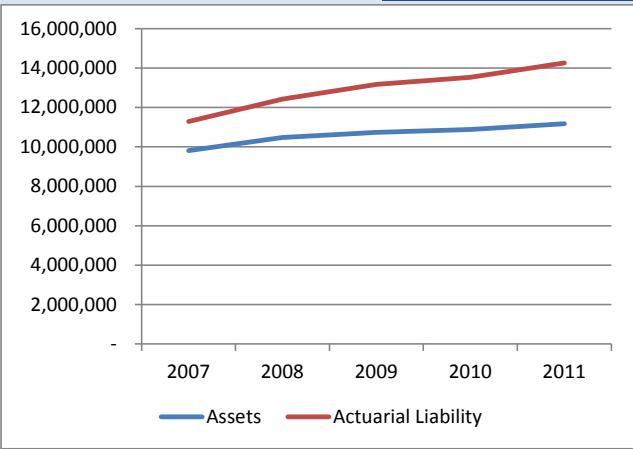
4. Historical Trends of Individual Components



Commentary:

For more information on our unit's finances, contact Catherine Lawson, Finance Director at (269) 273-1075, ext. 109.

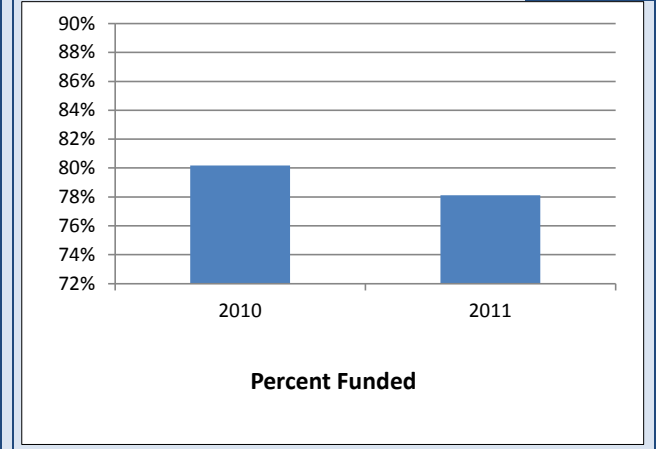
1. Pension Funding Status



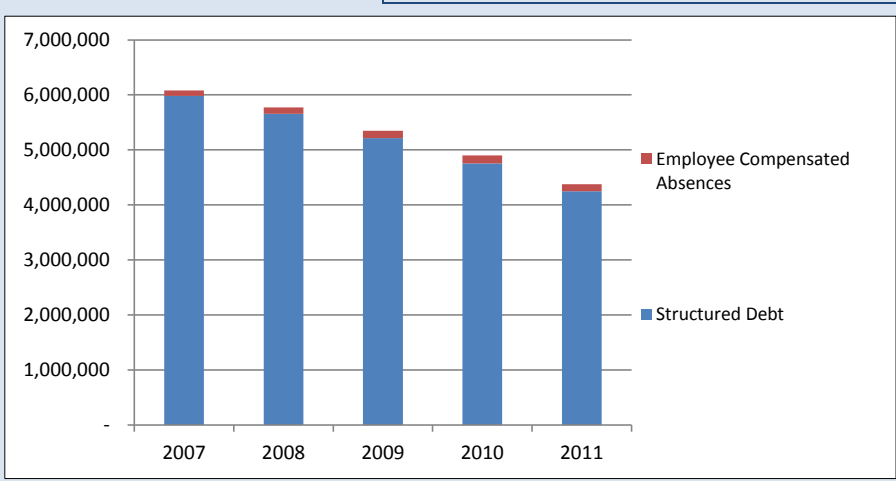
2. Retiree Health Care Funding Status



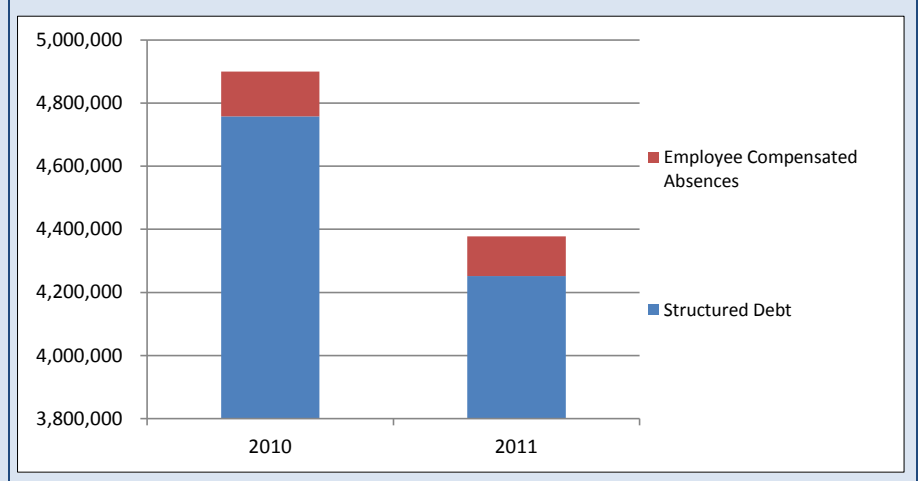
3. Percent Funded (Compared to Prior Year)



4. Long-Term Debt Obligations



5. Debt & Other Long-Term Obligations Per Capita(Compared to Prior Year)



Commentary:

GENERAL FUND BUDGET PROJECTION - City of Three Rivers, Michigan - St. Joseph County

	FYE 2013	FYE 2014
	Current FY	Subsequent FY
Revenue		
Taxes	2,337,924	2,384,682
Licenses & permits	258,947	180,600
from Federal Govt.	-	
from State Govt.	711,492	711,492
Charges for services	487,771	479,405
Fines & forfeitures	30,000	30,000
Interest & rent	55,000	55,000
Other revenue	112,204	147,204
total revenue	3,993,338	3,988,383
Expenditures		
General government	1,258,643	1,274,397
Police & fire	1,976,981	1,936,606
Other public works	371,996	375,728
Community & economic development	5,000	5,000
Recreation & culture	156,583	158,593
Capital outlay	52,315	49,025
Debt service	141,094	141,094
Transfers out	382,940	47,940
total expenditures	4,345,552	3,988,383
Surplus (shortfall)	(352,214)	-
Financial position - General Fund		
Est. Beginning fund balance	1,778,248	1,426,034
Est. Ending fund balance	1,426,034	1,426,034

ASSUMPTIONS USED IN GENERATING SECOND YEAR PROJECTION**FYE 2014:**

Revenue projections include a 2% in property tax revenues and 0% increases in all other revenues. In addition, the FYE2014 budget does not include approximately \$78,000 of one-time revenues.

Expenditure projections include a 2.5% increases for Salary & Fringes, 0% for all other expenses. In addition, the FYE2014 budget does not include approximately \$413,00 of one-time expenditures.

FYE2014 Budget figures are merely projections and have not been presented to or reviewed by City Commission.

Contact information:

For more information on our unit's finances, contact Catherine Lawson at (269) 273-1075, ext. 109.

**CITY OF THREE RIVERS, MICHIGAN
SCHEDULE OF LONG TERM DEBT
FOR THE YEAR ENDED JUNE 30, 2012**

<u>FUND</u>	<u>NAME</u>	<u>Interest Rate</u>	<u>6-30-13</u>	<u>6-30-14</u>	<u>6-30-15</u>	<u>6-30-16</u>	<u>6-30-17</u>	<u>2028-2032</u>	<u>TOTAL</u>
816	LTGO, Series 2005-Meadow Brook SA (May Nov)	Prin 3.00% - 4.50% Int	25,000 18,565	25,000 17,628	25,000 16,665	30,000 15,578	30,000 14,363	315,000 66,789	450,000 149,586
101	MEDC Forgivable Loan-Airport (Quarterly)	Prin 0.00% Int	83,448 -	83,448 -	20,862 -			- -	187,759 -
820	LTGO, Series 2006-Bentwaters SA (May Nov)	Prin 3.80% - 4.80% Int	30,000 15,435	30,000 14,175	30,000 12,900	30,000 11,595	25,000 10,275	195,000 44,055	340,000 108,435
204	LTGO, Series 2004-Broadway St. (May Nov)	Prin 2.50% - 4.35% Int	185,000 42,093	195,000 34,693	200,000 26,795	210,000 18,495	220,000 9,570	- -	1,010,000 131,645
816	LTGO, Series 2003-Welton Dev (May Nov)	Prin 2.00% - 4.45% Int	26,316 15,227	26,316 14,292	27,413 13,311	28,509 12,263	29,606 11,121	246,533 39,228	384,692 105,442
204	LTGO, Series 2003-Portage Ave (May Nov)	Prin 2.00% - 4.45% Int	46,152 26,704	46,152 25,065	48,075 23,345	49,998 21,506	51,921 19,504	432,715 68,797	675,013 184,921
214	LTGO, Series 2003-Downtown Lot (May Nov)	Prin 2.00% - 4.45% Int	29,076 16,824	29,076 15,791	30,288 14,707	31,499 13,549	32,711 12,288	272,608 43,343	425,257 116,501
101	LTGO, Series 2003-Airport (May Nov)	Prin 2.00% - 4.45% Int	18,456 10,679	18,456 10,024	19,225 9,335	19,994 8,600	20,763 7,800	173,145 27,512	270,039 73,949
101	IPC, Telephones (July, Dec)	Prin 1.25% Int	7,308 305	7,308 328	7,308 236	7,308 145	7,308 53	- -	36,541 1,067
101	IPC, Copier (Monthly)	Prin 4.80% Int	2,915 715	3,059 571	3,211 419	3,370 260	3,537 94	- -	16,092 2,060
TOTAL GOVERNMENTAL FUNDS			\$ 600,216	\$ 596,382	\$ 529,096	\$ 512,668	\$ 505,912	\$ 1,924,724	\$ 4,668,998