

**MCDONOUGH COUNTY, ILLINOIS**

**ANNUAL FINANCIAL REPORT**

For the Year Ended November 30, 2015



**McDONOUGH COUNTY, ILLINOIS**

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## INDEPENDENT AUDITOR'S REPORT

Members of the County  
Board McDonough County,  
Illinois Macomb, Illinois

### Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of McDonough County, Illinois (County), as of and for the year ended November 30, 2015, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

### Management's Responsibility for the Financial Statements

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

### Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

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

## **Opinions**

In our opinion, the basic 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 McDonough County, Illinois as of November 30, 2015, 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.

## **Change in Accounting Principle**

The County adopted GASB Statement No. 68, *Accounting and Financial Reporting for Pensions*, and GASB Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date – an amendment of GASB Statement No. 68*, during the year ended November 30, 2015. The implementation of this guidance resulted in changes to the pension related liabilities, deferred inflows and outflows of resources, the pension related expense, notes presented in the notes to the basic financial statements and to the required supplementary information. The effect of this change is disclosed in Note 15 to the financial statements. Our opinion is not modified with respect to this matter.

## **Other Matters**

### *Required Supplementary Information*

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

McDonough County, Illinois has not presented the management's discussion and analysis that governmental accounting principles generally accepted in the United States require to be presented to supplement the basic financial statements. Such missing information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. Our opinion on the basic financial statements is not affected by this missing information.

### *Other Information*

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise McDonough County, Illinois' basic financial statements. The combining and individual fund financial statements and schedules and the supplemental information listed in the table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements.

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

The accompanying financial information listed as "Supplemental Information" in the table of contents has not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on that information.

### **Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated July 27, 2016, on our consideration of the County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the County's internal control over financial reporting and compliance.



Springfield, Illinois  
July 27, 2016

McDONOUGH COUNTY, ILLINOIS  
STATEMENT OF NET POSITION  
November 30, 2015

	Primary Government			Component Unit - ETSB
	Governmental Activities	Business-Type Activities	Government Total	
<b>ASSETS</b>				
Cash and cash equivalents	\$ 10,887,960	\$ 2,445,426	\$ 13,333,386	\$ 302,673
Restricted cash	-	28,431	28,431	-
Investments	1,256,261	970,000	2,226,261	-
Restricted investments	-	23,488	23,488	-
Receivables, net:				
State of Illinois	1,186,980	823,917	2,010,897	-
Property Taxes	5,345,821	393,592	5,739,413	-
Accrued interest	-	9,376	9,376	-
Other	67,346	124,155	191,501	161,838
Due from fiduciary funds	366,597	-	366,597	-
Due from component unit	17,138	-	17,138	-
Inventories	12,565	58,222	70,787	-
Prepaid expense	253,325	2,320	255,645	-
Net pension asset	45,183	-	45,183	-
Capital assets not being depreciated	228,647	61,427	290,074	-
Capital assets, net of accumulated depreciation	5,609,228	1,507,379	7,116,607	-
<b>TOTAL ASSETS</b>	<b>25,277,051</b>	<b>6,447,733</b>	<b>31,724,784</b>	<b>464,511</b>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>				
Pension items - IMRF	2,095,360	824,456	2,919,816	-
<b>Total assets and deferred outflows of resources</b>	<b>27,372,411</b>	<b>7,272,189</b>	<b>34,644,600</b>	<b>464,511</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND NET POSITION</b>				
<b>LIABILITIES</b>				
Accounts payable	316,201	261,321	577,522	-
Claims payable	165,350	-	165,350	-
Due to primary government	-	-	-	17,138
Due to fiduciary funds	46,155	-	46,155	-
Accrued expense	-	91,658	91,658	-
Due to others	43,998	-	43,998	-
Unearned revenue	40,187	33,618	73,805	-
Resident deposits	-	11,394	11,394	-
Long-term obligations, due within one year:				
Leases payable	-	2,606	2,606	-
Compensated absences - current	194,720	160,326	355,046	-
Long-term obligations, due in more than one year:				
Leases payable	-	6,388	6,388	-
Compensated absences - long-term	43,971	-	43,971	-
Net OPEB obligation	201,231	144,662	345,893	-
Net pension liability	2,955,024	1,072,393	4,027,417	-
<b>Total liabilities</b>	<b>4,006,837</b>	<b>1,784,366</b>	<b>5,791,203</b>	<b>17,138</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Unearned property taxes	5,345,821	393,592	5,739,413	-
Pension items - IMRF	85,855	42,701	128,556	-
<b>Total deferred inflows of resources</b>	<b>5,431,676</b>	<b>436,293</b>	<b>5,867,969</b>	<b>-</b>
<b>Total liabilities and deferred inflows of resources</b>	<b>9,438,513</b>	<b>2,220,659</b>	<b>11,659,172</b>	<b>17,138</b>
<b>NET POSITION</b>				
Net investment in capital assets	5,837,875	1,559,812	7,397,687	-
Restricted for:				
Highways and streets	1,320,850	-	1,320,850	-
Health and welfare	1,566,645	-	1,566,645	-
Public safety	761,319	-	761,319	447,373
Economic development	52,401	-	52,401	-
Retirement	1,440,775	-	1,440,775	-
Specific purpose	1,852,083	40,525	1,892,608	-
Unrestricted	5,101,950	3,451,193	8,553,143	-
<b>TOTAL NET POSITION</b>	<b>\$ 17,933,898</b>	<b>\$ 5,051,530</b>	<b>\$ 22,985,428</b>	<b>\$ 447,373</b>

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

McDONOUGH COUNTY, ILLINOIS  
STATEMENT OF ACTIVITIES  
For the Year Ended November 30, 2015

ACTIVITIES	Expenses	Fees, Fines, and Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Net (Expense) Revenue and Changes in Net Position			Component Unit - ETSB
					Primary Government		Total	
					Governmental Activities	Business-Type Activities		
<b>GOVERNMENTAL</b>								
General government	\$ 2,457,025	\$ 768,986	\$ 70,100	\$ -	\$ (1,617,939)	\$ -	\$ (1,617,939)	\$ -
Public safety	2,876,070	1,412,033	133,284	-	(1,330,753)	-	(1,330,753)	-
Corrections	1,117,733	44,910	-	-	(1,072,823)	-	(1,072,823)	-
Judiciary and court related	2,897,767	897,365	417,226	-	(1,583,176)	-	(1,583,176)	-
Transportation	2,237,304	479,879	532,280	202,622	(1,022,523)	-	(1,022,523)	-
Public health and welfare	4,044,603	1,762,288	594,913	-	(1,687,402)	-	(1,687,402)	-
Total governmental activities	<u>15,630,502</u>	<u>5,365,461</u>	<u>1,747,803</u>	<u>202,622</u>	<u>(8,314,616)</u>	<u>-</u>	<u>(8,314,616)</u>	<u>-</u>
<b>BUSINESS-TYPE</b>								
The Elms Nursing Home	<u>5,811,925</u>	<u>5,389,235</u>	<u>160,977</u>	<u>-</u>	<u>-</u>	<u>(261,713)</u>	<u>(261,713)</u>	<u>-</u>
<b>TOTAL McDONOUGH COUNTY</b>	<u>\$ 21,442,427</u>	<u>\$ 10,754,696</u>	<u>\$ 1,908,780</u>	<u>\$ 202,622</u>	<u>(8,314,616)</u>	<u>(261,713)</u>	<u>(8,576,329)</u>	<u>-</u>
<b>COMPONENT UNIT</b>								
ETSB	<u>\$ 378,733</u>	<u>\$ 420,449</u>	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>41,716</u>
General revenues:								
Taxes:								
Property taxes					5,266,635	384,129	5,650,764	-
Local use tax					140,326	-	140,326	-
General sales tax					2,154,678	-	2,154,678	-
Income and replacement taxes					917,229	-	917,229	-
Investment income					23,965	13,167	37,132	1,584
Miscellaneous					867,579	-	867,579	4,044
Transfers					(32,891)	32,891	-	-
Total general revenues					<u>9,337,521</u>	<u>430,187</u>	<u>9,767,708</u>	<u>5,628</u>
Change in net assets					<u>1,022,905</u>	<u>168,474</u>	<u>1,191,379</u>	<u>47,344</u>
Net position - beginning of year					17,811,278	5,030,950	22,842,228	400,029
Change in accounting principle					<u>(900,285)</u>	<u>(290,593)</u>	<u>(1,190,878)</u>	<u>-</u>
Net position - beginning of year, restated					<u>16,910,993</u>	<u>4,740,357</u>	<u>21,651,350</u>	<u>400,029</u>
<b>Net position - end of year</b>					<u>\$ 17,933,898</u>	<u>\$ 4,908,831</u>	<u>\$ 22,842,729</u>	<u>\$ 447,373</u>

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

McDONOUGH COUNTY, ILLINOIS  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
November 30, 2015

**EXHIBIT 3**

	General Fund	Illinois Municipal Retirement Fund	Public Safety Sales Tax Fund	Social Security Fund
<b>ASSETS</b>				
Cash and cash equivalents	\$ 804,862	\$ 853,624	\$ 363,849	\$ 852,280
Investments	-	-	-	-
Receivables, net:				
State of Illinois	470,772	-	285,065	-
Property taxes	1,045,950	1,223,000	-	677,310
Other	20,375	-	-	-
Due from other funds	37,120	2,692	-	2,577
Inventories	12,565	-	-	-
Due from component unit	-	-	-	-
Advances to other funds	-	-	90,681	-
Prepaid items	-	-	-	-
Net pension asset	-	-	-	-
Capital assets:				
Capital assets, not being depreciated				
Property and Equipment				
Less: Accumulated depreciation				
Capital assets, net				
<b>TOTAL ASSETS</b>	<b>\$ 2,391,644</b>	<b>\$ 2,079,316</b>	<b>\$ 739,595</b>	<b>\$ 1,532,167</b>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>				
Pension items - IMRF				
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>				
<b>LIABILITIES</b>				
Accounts payable	\$ 45,762	\$ 160,007	\$ 17,917	\$ -
Due to others	309	-	-	-
Due to other funds	5,269	100,000	49,080	-
Unearned revenue	-	-	-	-
Advances from other funds	90,681	-	-	-
Total liabilities	<u>142,021</u>	<u>260,007</u>	<u>66,997</u>	<u>-</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Unavailable property taxes	1,045,950	1,223,000	-	677,310
Pension items - IMRF	-	-	-	-
Total deferred inflows of resources	<u>1,045,950</u>	<u>1,223,000</u>	<u>-</u>	<u>677,310</u>
Total liabilities and deferred inflows of resources	<u>1,187,971</u>	<u>1,483,007</u>	<u>66,997</u>	<u>677,310</u>
<b>FUND BALANCES</b>				
Nonspendable				
Nonspendable - prepaids	-	-	-	-
Nonspendable - advances	-	-	90,681	-
Nonspendable - inventories	12,565	-	-	-
Restricted for highways and streets	-	-	-	-
Restricted for public safety	12,126	-	581,917	-
Restricted for economic development	-	-	-	-
Restricted for health and welfare	-	-	-	-
Restricted for retirement	-	596,309	-	844,466
Restricted for specific purpose	-	-	-	-
Unrestricted:				
Committed for highways and streets	-	-	-	-
Assigned for highways and streets	-	-	-	-
Assigned for public safety	-	-	-	-
Assigned for economic development	-	-	-	-
Assigned for health and welfare	-	-	-	-
Assigned for retirement	-	-	-	10,391
Assigned for specific purpose	-	-	-	-
Unassigned	1,178,982	-	-	-
Total fund balances	<u>1,203,673</u>	<u>596,309</u>	<u>672,598</u>	<u>854,857</u>
<b>TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>	<b>\$ 2,391,644</b>	<b>\$ 2,079,316</b>	<b>\$ 739,595</b>	<b>\$ 1,532,167</b>

**EXHIBIT 3**

<b>County Health Fund</b>	<b>Nonmajor Governmental Funds</b>	<b>Total Governmental Funds</b>
\$ 748,355	\$ 3,683,764	\$ 7,306,734
4,300	1,251,961	1,256,261
78,819	352,324	1,186,980
330,890	1,726,921	5,004,071
6,127	40,844	67,346
1,158	394,243	437,790
-	-	12,565
-	17,138	17,138
-	-	90,681
-	179,662	179,662

\$ 1,169,649    \$ 7,646,857    \$ 15,559,228

\$ 15,698	\$ 68,569	\$ 307,953
-	43,689	43,998
11,663	50,438	216,450
4,344	35,843	40,187
-	-	90,681

31,705    198,539    699,269

330,890	1,726,921	5,004,071
-	-	-
<u>330,890</u>	<u>1,726,921</u>	<u>5,004,071</u>

362,595    1,925,460    5,703,340

-	179,662	179,662
-	-	90,681
-	-	12,565
-	1,320,850	1,320,850
-	76,595	670,638
-	52,401	52,401
766,903	799,742	1,566,645
-	-	1,440,775
-	1,852,083	1,852,083
-	324,950	324,950
-	555,185	555,185
-	170	170
-	43	43
40,151	21,751	61,902
-	-	10,391
-	537,965	537,965
-	-	1,178,982
<u>807,054</u>	<u>5,721,397</u>	<u>9,855,888</u>

\$ 1,169,649    \$ 7,646,857    \$ 15,559,228

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

**McDONOUGH COUNTY, ILLINOIS**  
**RECONCILIATION OF THE GOVERNMENTAL FUND BALANCES**  
**TO THE NET POSITION OF GOVERNMENTAL ACTIVITIES**  
November 30, 2015

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Total fund balance for government funds (Exhibit 3) \$ 9,855,888

Total net position reported for governmental activities in the statement of net position is different because:

Capital assets used in government activities are not financial resources and, therefore, are not reported in the funds. These assets consist of:

Land	\$ 228,647	
Buildings, net	840,856	
Building improvements, net	1,115,766	
Infrastructure, net	3,148,714	
Vehicles, net	232,762	
Maintenance equipment, net	230,528	
Computer equipment, net	21,645	
Software, net	3,385	
Office equipment, net	<u>15,572</u>	5,837,875

Internal service funds (see Exhibit 5) are used by the County to charge the cost of liability, unemployment, worker's compensation, and medical insurance to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net position. Internal service fund net position is: 3,580,393

Differences between expected and actual experiences, assumption changes, net differences between projected and actual earnings and contributions subsequent to the measurement date for IMRF are recognized as deferred outflows or inflows of resources on the statement of net position 2,009,505

Net pension assets are not a current financial resource and, therefore, are not reported in the government funds. 45,183

Long-term liabilities applicable to the County's governmental activities are not due and payable in the current period and accordingly are not reported as fund liabilities. Interest on long-term debt is not accrued in governmental funds, but rather is recognized as an expenditure when due. All liabilities - both current and long-term - are reported in the statement of net position. The long-term liabilities consist of:

Compensated absences	\$ (238,691)	
Net OPEB obligation	(201,231)	
Net pension liability	<u>(2,955,024)</u>	
Total long-term liabilities		<u>(3,394,946)</u>

**TOTAL NET POSITION OF GOVERNMENTAL ACTIVITIES**  
**(EXHIBIT 1)** \$ 17,933,898

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

**McDONOUGH COUNTY, ILLINOIS**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES**  
**GOVERNMENTAL FUNDS**  
Year ended November 30, 2015

	<b>General Fund</b>	<b>Illinois Municipal Retirement Fund</b>	<b>Public Safety Sales Tax Fund</b>	<b>Social Security Fund</b>
<b>REVENUES</b>				
Property taxes	\$ 1,049,595	\$ 1,188,580	\$ -	\$ 660,988
State of Illinois:				
Local use tax	140,326	-	-	-
Sales tax	796,067	-	1,126,362	-
Income tax	685,812	-	-	-
Motor fuel tax allotments	-	-	-	-
Personal property replacement taxes	219,556	11,861	-	-
State grants and expenditure reimbursements	320,639	-	-	-
Federal revenue	13,522	-	-	-
Fees for services and materials	1,385,117	-	-	-
Investment income	2,845	597	926	746
Other	218,190	2,442	12,079	3,087
Total revenues	<u>4,831,669</u>	<u>1,203,480</u>	<u>1,139,367</u>	<u>664,821</u>
<b>EXPENDITURES</b>				
Current:				
General government	1,513,593	121,610	-	67,417
Public safety	1,476,374	168,699	496,502	106,167
Corrections	319,090	12,572	421,282	7,857
Judiciary and court related	1,544,884	236,457	-	142,089
Public health	-	423,648	-	296,090
Public welfare	-	-	-	-
Transportation	-	72,124	-	45,077
Capital outlay	4,448	-	65,433	-
Total expenditures	<u>4,858,389</u>	<u>1,035,110</u>	<u>983,217</u>	<u>664,697</u>
Excess (deficiency) of revenues over expenditures	<u>(26,720)</u>	<u>168,370</u>	<u>156,150</u>	<u>124</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	151,845	60,239	-	-
Transfers out	-	-	(215,000)	-
Total other financing sources (uses)	<u>151,845</u>	<u>60,239</u>	<u>(215,000)</u>	<u>-</u>
<b>NET CHANGE IN FUND BALANCES</b>	125,125	228,609	(58,850)	124
<b>FUND BALANCES, BEGINNING OF YEAR</b>	<u>1,078,548</u>	<u>367,700</u>	<u>731,448</u>	<u>854,733</u>
<b>FUND BALANCES, END OF YEAR</b>	<u>\$ 1,203,673</u>	<u>\$ 596,309</u>	<u>\$ 672,598</u>	<u>\$ 854,857</u>

**EXHIBIT 4**

<b>County Health Fund</b>	<b>Nonmajor Governmental Funds</b>	<b>Total Governmental Funds</b>
\$ 322,999	\$ 1,715,805	\$ 4,937,967
-	-	140,326
-	232,249	2,154,678
-	-	685,812
-	390,009	390,009
-	-	231,417
172,254	465,563	958,456
422,659	142,270	578,451
183,496	899,969	2,468,582
410	15,776	21,300
4,623	545,025	785,446
<u>1,106,441</u>	<u>4,406,666</u>	<u>13,352,444</u>
-	350,701	2,053,321
-	49,125	2,296,867
-	278,406	1,039,207
-	484,034	2,407,464
1,096,521	568,329	2,384,588
-	188,064	188,064
-	1,658,031	1,775,232
12,431	62,512	144,824
<u>1,108,952</u>	<u>3,639,202</u>	<u>12,289,567</u>
<u>(2,511)</u>	<u>767,464</u>	<u>1,062,877</u>
19,026	366,728	597,838
-	(413,884)	(628,884)
<u>19,026</u>	<u>(47,156)</u>	<u>(31,046)</u>
16,515	720,308	1,031,831
790,539	5,001,089	8,824,057
<u>\$ 807,054</u>	<u>\$ 5,721,397</u>	<u>\$ 9,855,888</u>

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

**McDONOUGH COUNTY, ILLINOIS**  
**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,**  
**AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS**  
**TO THE STATEMENT OF ACTIVITIES**  
 For the Year ended November 30, 2015

Net change in fund balances - total governmental funds (Exhibit 4) \$ 1,031,831

The change in net position reported for governmental activities in the statement of activities is different because:

Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. The following is the amount by which capital outlays exceeded depreciation in the current year:

Capital outlay	54,526
Depreciation	(437,132)

The change in deferred outflows of resources for IMRF is reported only in the statement of activities. 1,212,908

The change in the net pension asset for IMRF is reported only in the statement of activities. 4,365

Under the modified accrual basis of accounting used in the governmental funds, expenditures are not recognized for transactions that are not normally paid with expendable available financial resources. In the statement of activities, however, which is presented on the accrual basis, expenses and liabilities are reported regardless of when financial resources are available.

Compensated absences	15,189
Net OPEB obligation	(23,394)
Net pension liability	(1,217,324)

Internal services funds (See Exhibit 6) are used by the County to charge the costs of certain activities, such as insurance, to individual funds. The net revenue (expense) of internal service funds is reported with governmental activities 381,936

**CHANGE IN NET POSITION OF GOVERNMENTAL ACTIVITIES** **381,936**  
**(EXHIBIT 2)** **\$ 1,022,905**

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

**McDONOUGH COUNTY, ILLINOIS**  
**STATEMENT OF NET POSITION**  
**PROPRIETARY FUNDS**  
November 30, 2015

**EXHIBIT 5**

	<b>Business-type Activities</b>	<b>Governmental Activities</b>
	<b>Enterprise Fund - The Elms</b>	<b>Internal Service Funds</b>
<b>ASSETS AND DEFERRED INFLOW OF RESOURCES</b>		
<b>CURRENT ASSETS</b>		
Cash and cash equivalents	\$ 2,445,426	\$ 3,581,226
Restricted cash	28,431	-
Investments	970,000	-
Restricted investments	23,488	-
Receivables:		
State of Illinois	823,917	-
Property taxes	393,592	341,750
Accrued interest	9,376	-
Other	124,155	-
Due from other funds	-	111,663
Inventories	58,222	-
Prepaid expenses	2,320	73,663
Total current assets	4,878,927	4,108,302
<b>NONCURRENT ASSETS</b>		
Capital assets (net of accumulated depreciation)	1,568,806	-
Total assets	6,447,733	4,108,302
<b>DEFERRED OUTFLOW OF RESOURCES</b>		
Pension - IMRF	824,456	-
Total deferred outflow of resources	824,456	-
Total assets and deferred outflow of resources	7,272,189	4,108,302

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

**McDONOUGH COUNTY, ILLINOIS**  
**STATEMENT OF NET POSITION**  
**PROPRIETARY FUNDS**  
November 30, 2015

**EXHIBIT 5**

	<b>Business-type Activities</b>	<b>Governmental Activities</b>
	<b>Enterprise Fund - The Elms</b>	<b>Internal Service Funds</b>
<b>LIABILITIES AND DEFERRED INFLOWS OF RESOURCES</b>		
<b>CURRENT LIABILITIES</b>		
Accounts payable	\$ 261,321	\$ 8,248
Claims payable	-	165,350
Accrued expense	91,658	-
Due to other funds	-	12,561
Unearned revenue	33,618	-
Resident deposits	11,394	-
Leases payable	2,606	-
Compensated absences payable - current	160,326	-
Total current liabilities	560,923	186,159
<b>NONCURRENT LIABILITIES</b>		
Leases payable - noncurrent	6,388	-
Net pension liability	1,072,393	-
Net OPEB obligation	144,662	-
Total noncurrent liabilities	1,223,443	-
Total liabilities	1,784,366	186,159
<b>DEFERRED INFLOWS OF RESOURCES</b>		
Unearned revenue - property taxes	393,592	341,750
Pension - IMRF	42,701	-
Total deferred inflows of resources	436,293	341,750
Total liabilities and deferred inflows of resources	2,220,659	527,909
<b>NET POSITION</b>		
Net investment in capital assets	1,559,812	-
Restricted for:		
Other purposes	40,525	-
Unrestricted	3,451,193	3,580,393
<b>TOTAL NET POSITION</b>	<b>\$ 5,051,530</b>	<b>\$ 3,580,393</b>

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

**McDONOUGH COUNTY, ILLINOIS**  
**STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION**  
**PROPRIETARY FUNDS**  
For the Year Ended November 30, 2015

	<b>Business-type Activities</b>	<b>Governmental Activities</b>
	<b>Enterprise Fund - The Elms</b>	<b>Internal Service Funds</b>
<b>OPERATING REVENUES</b>		
Charges for services	\$ 5,389,235	\$ 2,896,880
Total operating revenues	<u>5,389,235</u>	<u>2,896,880</u>
<b>OPERATING EXPENSES</b>		
Insurance premiums	-	606,250
Medical claims and administration fees	-	2,343,823
Public health:		
Dietary	594,507	-
Housekeeping	210,884	-
Laundry	127,167	-
Maintenance	132,138	-
Nursing	2,406,211	-
Therapy	455,157	-
Activities	120,453	-
Social services	49,071	-
Administrative	401,676	-
Payroll related	1,031,940	-
Depreciation	118,474	-
Plant operations	164,247	-
Total operating expenses	<u>5,811,925</u>	<u>2,950,073</u>
Operating income (loss)	<u>(422,690)</u>	<u>(53,193)</u>
<b>NONOPERATING REVENUES (EXPENSES)</b>		
Property taxes	384,129	328,668
Investment income	13,167	2,665
Grants	-	23,508
Other	142,699	82,133
Total nonoperating revenues	<u>539,995</u>	<u>436,974</u>
Income before transfers	<u>117,305</u>	<u>383,781</u>
<b>TRANSFERS</b>		
Transfers in	32,891	-
Transfers out	-	(1,845)
Total transfers	<u>32,891</u>	<u>(1,845)</u>
<b>CONTRIBUTION REVENUE - Farm and Macomb Public Building Commission</b>		
	<u>160,977</u>	<u>-</u>
<b>CHANGE IN NET POSITION</b>	311,173	381,936
<b>TOTAL NET POSITION - BEGINNING OF YEAR</b>	<u>5,030,950</u>	<u>3,198,457</u>
Change in accounting principle	<u>(290,593)</u>	<u>-</u>
<b>TOTAL NET ASSETS - BEGINNING OF YEAR, RESTATED</b>	<u>4,740,357</u>	<u>3,198,457</u>
<b>TOTAL NET POSITION - END OF YEAR</b>	<u>\$ 5,051,530</u>	<u>\$ 3,580,393</u>

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

McDONOUGH COUNTY, ILLINOIS  
STATEMENT OF CASH FLOWS  
PROPRIETARY FUNDS  
For the Year Ended November 30, 2015

	<b>Business-type Activities</b>	<b>Governmental Activities</b>
	<b>Enterprise Fund - The Elms</b>	<b>Internal Service Funds</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Receipts from customers	\$ 5,449,321	\$ -
Payments to suppliers	(1,404,295)	(2,843,561)
Payments to employees	(3,240,469)	-
Internal activity-payments for interfund services	(984,698)	-
Internal activity-payments from other funds	-	2,896,880
Net cash from operating activities	<u>(180,141)</u>	<u>53,319</u>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>		
Property taxes	384,129	328,668
Other nonoperating revenue	142,699	82,133
Grants received	-	23,508
Interfund borrowing (lending)	-	186,978
Transfers in	32,891	-
Transfers out	-	(1,845)
Net cash from noncapital financing activities	<u>559,719</u>	<u>619,442</u>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>		
Repayment of loan proceeds	(2,734)	-
Purchases of property and equipment	(55,004)	-
Net cash from capital financing activities	<u>(57,738)</u>	<u>-</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Interest on investments	14,678	2,665
Proceeds from maturity of investments	950,000	-
Purchase of investments	(995,000)	-
Net cash from investing activities	<u>(30,322)</u>	<u>2,665</u>
<b>NET INCREASE IN CASH AND CASH EQUIVALENTS</b>	291,518	675,426
<b>CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR</b>	<u>2,182,339</u>	<u>2,905,800</u>
<b>CASH AND CASH EQUIVALENTS, END OF YEAR</b>	<u>\$ 2,473,857</u>	<u>\$ 3,581,226</u>
<b>CASH AND CASH EQUIVALENTS, END OF YEAR</b>		
Cash and cash equivalents	\$ 2,445,426	\$ 3,581,226
Restricted cash	28,431	-
Total	<u>\$ 2,473,857</u>	<u>\$ 3,581,226</u>
<b>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH USED IN OPERATING ACTIVITIES</b>		
Operating income (loss)	\$ (422,690)	\$ (53,193)
Adjustments to reconcile operating income (loss) to net cash from operating activities:		
Depreciation	118,474	-
Change in assets and liabilities:		
Accounts receivable	34,260	-
Inventories	(2,455)	-
Prepaid expenses	1,634	9,868
Accounts payable	17,972	96,644
Deferred revenue	25,826	-
Accrued liabilities	10,709	-
Compensated absences payable	4,856	-
Pension items	44	-
Net OPEB obligation	31,229	-
<b>NET CASH FROM OPERATING ACTIVITIES</b>	<u>\$ (180,141)</u>	<u>\$ 53,319</u>
<b>Non-cash capital and related financing activities:</b>		
Donated capital assets	\$ 160,977	\$ -
Total non-cash capital and related financing activities	<u>\$ 160,977</u>	<u>\$ -</u>

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

**McDONOUGH COUNTY, ILLINOIS**  
**STATEMENT OF FIDUCIARY NET POSITION**  
**FIDUCIARY FUNDS**  
November 30, 2015

	<b>Agency Funds</b>
<b>ASSETS</b>	
Cash and cash equivalents	\$ 2,468,630
Investments	70,000
Receivables:	
State of Illinois	749,631
Other	46,155
Due from county funds	46,155
<b>TOTAL ASSETS</b>	<b>\$ 3,380,571</b>
 <b>LIABILITIES</b>	
Accounts payable	\$ 217,187
Due to county funds	366,597
Due to other taxing units	1,474,101
Due to others	1,322,686
<b>TOTAL LIABILITIES</b>	<b>\$ 3,380,571</b>

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

# McDONOUGH COUNTY, ILLINOIS

## NOTES TO FINANCIAL STATEMENTS

November 30, 2015

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### 1. SIGNIFICANT ACCOUNTING POLICIES

McDonough County is one of 102 counties organized in the State of Illinois. As a local governmental unit, the County is tax-exempt. The County provides a broad range of services to citizens, including but not limited to general government, public safety and corrections, transportation, and public health and welfare. Revenues are substantially generated as a result of taxes assessed and allocated to McDonough County (examples would be property taxes, sales taxes, income taxes and motor fuel taxes) and charges for services performed for constituents of the County. McDonough County revenues are therefore primarily dependent on the economy within its territorial boundaries. Industry within the County is primarily agriculture, manufacturing, and retail. Additionally, there are large nonprofit employers, including a hospital, state university, and other local governments within the County.

The accounting policies and the presentation of the basic financial statements of McDonough County (County) have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applicable to governments. The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental accounting and financial reporting principles. The more significant of the County's accounting policies are described below.

#### A. Reporting Entity

These financial statements include all organizations, activities, functions, funds, and component units for which the County is financially accountable. Financial accountability is defined as the appointment of a voting majority of the component unit's board and either (1) the County's ability to impose its will over the component unit or (2) the possibility that the component unit will provide a financial benefit to or impose a financial burden on the County. The following component units have been included in the financial statements of the County.

#### DISCRETELY PRESENTED COMPONENT UNIT:

The McDonough County Board Chairman, with the advice and consent of the McDonough County Board, appoints board members (not to exceed 11 members) to the ETSB. The members of the ETSB are then responsible for planning the 911 emergency system, receiving monies imposed under an established surcharge, and authorizing disbursements. The geographic area served by the ETSB is the same as McDonough County. The treasurer of McDonough County maintains the funds and invests or disburses them at the direction of the ETSB. McDonough County has the responsibility for approving the rate of the surcharge which funds the activities of the ETSB and, therefore, has the ability to impose its will on the ETSB. The ETSB does not issue any separate component unit reports.

**1. SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**B. Government-wide and Fund Financial Statements**

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the non-fiduciary activities of the primary government and its component unit. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities are supported by taxes and intergovernmental revenues and 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 or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include (1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and (2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

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

**C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation**

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are intended to finance. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met. In determining when to recognize intergovernmental revenue (grants, motor fuel tax allotments and shared revenue), the legal and contractual requirements of the individual programs are used as guidance. There are, however, essentially two bases for this revenue recognition. In one, monies are virtually unrestricted as to the purpose of the expenditure and are nearly irrevocable; therefore, these amounts are recognized as revenue at the time of their receipt or earlier if they meet the criteria of availability. In the other, monies must be expended on the specific purpose or project before any amounts will be paid to the County; therefore, revenue is recognized based upon the expenditures recorded.

**1. SIGNIFICANT ACCOUNTING POLICIES (Continued)**

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

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay current liabilities. The County considers revenues to be available if they are collected within 60 days of the end of the current fiscal period, except for sales taxes collected within 90 days. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Property taxes, sales taxes owed from the state at year end, franchise taxes, licenses, charges for services, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Personal property replacement taxes are considered to be measurable when they have been collected and allocated by the state and are recognized as revenue at that time. All other revenue items are considered to be measurable and available only when cash is received by the County.

The County reports the following major governmental funds:

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

Illinois Municipal Retirement Fund – This fund is used to account for tax monies and reimbursements for the funding of the County's IMRF retirement system.

Public Safety Sales Tax Fund – This fund is used to account for the state sales tax received to fund various public safety purposes.

Social Security Fund – This fund is used to account for the County's obligation to make contributions related to employees' wages for FICA and Medicare payroll taxes.

County Health Fund – This fund is used to account for the resources of the County Health Department.

**1. SIGNIFICANT ACCOUNTING POLICIES (Continued)**

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

The County reports the following major proprietary fund:

The Elms – This fund is used to account for the activities of the County's nursing home.

Additionally, the County reports the following fund types:

Special Revenue Funds – These funds are used to account for the proceeds of specific revenue sources that are restricted or committed to expenditures for specified purposes other than debt service or capital projects.

Capital Projects Funds – These funds are used to account for resources that are restricted, committed, or assigned for the acquisition or construction of capital facilities.

Internal Service Funds – These funds account for insurance costs provided to other departments or agencies of the government on a cost-reimbursement basis.

Permanent Funds – These funds account for monies held in trust in which the earnings can be used for governmental purposes.

Fiduciary Funds are used to account for assets held by the County in a trustee capacity or as an agent for individuals, other governments, or other funds. These include the following fund type: Agency Funds. Agency Funds account for monies held on behalf of others.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements.

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of The Elms enterprise fund and of the County's internal service funds are charges to customers for sales and services. Operating expenses for enterprise funds and internal service 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 non-operating revenues and expenses.

**1. SIGNIFICANT ACCOUNTING POLICIES (Continued)**

D. Cash and Cash Equivalents

For purposes of the statement of cash flows, the County has defined cash equivalents to include savings accounts, demand deposit accounts, and certificates of deposit with an original maturity of three months or less when purchased.

Investments, consisting primarily of certificates of deposit with an original maturity of greater than three months, are stated at cost, which approximates fair value. Interest earned on certain Agency Fund investments is transferred to and recorded as income in the General Fund.

E. Accounts Receivable

All trade and property tax receivables are reported net of allowance for doubtful accounts.

F. Inventories and Prepaid Items

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

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements.

G. Capital Assets

Capital assets, which include property, plant, equipment and infrastructure assets (e.g., roads, right of ways, bridges), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets used in governmental fund operations (general capital assets) are not capitalized in the funds used to acquire or construct them. Instead, capital acquisition and construction are reflected as expenditures in governmental funds, and the related assets are reported in the statement of net position. Capital assets in the proprietary funds are capitalized within the fund.

The County defines capital assets as assets with an initial, individual cost of \$10,000 or more and an estimated useful life in excess of two years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized.

**1. SIGNIFICANT ACCOUNTING POLICIES (Continued)**

G. Capital Assets (Continued)

Property, plant, and equipment of the primary government, as well as the component unit, is depreciated using the straight-line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Buildings	40
Building improvements	25
Maintenance equipment	10
Software	5
Vehicles	5
Office equipment	7
Computer equipment	5
Infrastructure	40-50

H. Property Taxes

McDonough County Supervisor of Assessments prepares the property tax assessment rolls with the property tax liens as of January 1 of each year. Levies are set by individual local governmental entities by the last Tuesday of December of each year.

The collection date for property tax receipts is thirty days after the property tax bills are mailed to property owners for the first installment, generally June 1 of each year. The second installment is generally due September 1 of each year.

Property taxes collected are distributed to each taxing district approximately thirty days after receipt. Any unpaid property tax levies are sold at a tax sale the last week of October and final distribution is made by the end of November of each year.

I. Compensated Absences

It is the government's policy to permit employees to accumulate earned but unused vacation and sick pay benefits. There is no liability for unpaid accumulated sick leave since the government does not have a policy to pay any amounts when employees separate from service with the government. All vacation pay is accrued when incurred in the government-wide and proprietary fund financial statements. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements.

McDonough County has the following policies concerning compensated absences for all full-time employees.

**1. SIGNIFICANT ACCOUNTING POLICIES (Continued)**

I. Compensated Absences (Continued)

**Personal Leave**

Employees are allowed non-cumulative personal leave days as follows:

	<u>Days Per Year</u>
County and Sheriffs Department	3
Highway Department	2
Health Department	4*

\* Unused personal days are transferred at the end of the calendar year to the employee's vacation leave account.

**Sick Leave**

Employees accrue one day of sick leave per month of service. For employees there is no provision for payment upon termination. Unused accumulated sick days may be carried over and may be applied for IMRF pension service credit in accordance with IMRF guidelines as indicated by the following schedule:

	<u>Maximum Days Accumulated (Carryover)</u>	<u>Maximum Days for IMRF</u>
County offices	40	240
Sheriffs Department	180	365
Highway Department	40	240
Health Department	240	240

**Vacation Leave**

Full-time employees of the County earn vacation benefits according to the following schedule:

<u>Years of Service</u>	<u>Working Days Per Year</u>
1 - 5	10
6 - 15	15
16 and over	20

Full-time employees at the Sheriff's Department and the County Highway Department earn vacation benefits according to the following schedule:

<u>Years of Service</u>	<u>Working Days Per Year</u>
1 - 4	10
5 - 14	15
15 and over	20

**1. SIGNIFICANT ACCOUNTING POLICIES (Continued)**

I. Compensated Absences (Continued)

Full and part-time Health Department employees earn vacation benefits according to the following schedule:

<u>Years of Service</u>	<u>Working Days Per Year</u>
1 - 3	10
4 - 10	15
11 and over	20

Employees, excluding Health Department employees, can accumulate and carryover vacation benefits equivalent to twice the amount earned in one service year. Health Department employees can accumulate up to 30 days of vacation benefits in one calendar year. Unused vacation in excess of accumulation and carryover limits as of December 31 each year is lost.

J. Long-term Obligations

In the government-wide financial statements, and proprietary funds in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary funds statement of net position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of applicable bond premium or discount. Bond issuance costs are expensed in the year of issuance.

In the fund financial statements, governmental funds recognize the face amount of debt issued 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.

K. Interfund Transactions

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either “due to/from other funds” (i.e., the current portion of interfund loans) or “advances to/from other funds” (i.e. the noncurrent portion of interfund loans). All other outstanding balances between funds are reported as “due to/from other funds.” Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as “internal balances.”

**1. SIGNIFICANT ACCOUNTING POLICIES (Continued)**

K. Interfund Transactions (Continued)

Advances between funds, as reported in the fund financial statements, are offset by a nonspendable fund balance account in applicable governmental funds to indicate that they are not available for appropriation and are not expendable available financial resources.

L. Fund Balance/Net Position

In the fund financial statements, governmental funds report nonspendable fund balance for amounts that are either not in spendable form or legally or contractually required to be maintained intact. Restrictions of fund balance reported for amounts constrained by legal restrictions from outside parties for use for a specific purpose, or externally imposed by outside entities. None of the restricted fund balance result from enabling legislation adopted by the County. Committed fund balance is constrained by formal actions of the County's Board, which is considered the County's highest level of decision making authority. Formal actions include ordinances approved by the Board. Assigned fund balance represents amounts constrained by the County's intent to use them for a specific purpose, but that are neither restricted nor committed. Any residual fund balance is reported as unassigned.

The County's flow of funds assumption prescribes that the funds with the highest level of constraint are expended first. If restricted or unrestricted funds are available for spending, the restricted funds are spent first. Additionally, if different levels of unrestricted funds are available for spending the County considers committed funds to be expended first followed by assigned and then unassigned funds.

The County has not established fund balance reserve policies for their governmental funds.

In the government-wide financial statements, restricted net position is legally restricted by outside parties for a specific purpose. None of the County's net position is restricted as a result of enabling legislation adopted by the County. Net investment in capital assets, net of accumulated depreciation, represents the County's investment in the book value of capital assets, less any outstanding debt that was issued to construct or acquire the capital asset.

M. Restricted Assets

Certain proceeds of The Elms' enterprise fund are classified as restricted assets on the statement of net position because they are maintained in separate bank accounts and are contributions made on behalf of former patients for specific purposes. The funds can only be spent according to the donors' wishes.

**1. SIGNIFICANT ACCOUNTING POLICIES (Continued)**

N. Patient Service Revenue

Patient service revenue is reported at the net realizable amounts from residents, third-party payors, and others for service rendered, net of provider tax.

Revenue under third-party payor agreements is subject to audit and retroactive adjustment. Provisions for third-party payor settlements are provided in the period the related services are rendered. Differences between the amounts accrued and interim and final settlements are reported in operations in the year of settlement.

O. Provider Tax

The provider tax is assessed by the State of Illinois based on occupied bed days. The tax is withheld from The Elms' reimbursements from the Illinois Department of Public Aid.

P. Use of Estimates

Management of the County has made certain estimates and assumptions that affect the reported amounts of assets and liabilities and contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenditures/ expenses during the period. Actual results could differ from those estimates.

Q. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net assets that applies to a future period(s) and so will *not* be recognized as an outflow of resources (expense/expenditure) until then. In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net assets that applies to a future period(s) and so will *not* be recognized as an inflow of resources (revenue) until that time.

## **2. DEPOSITS AND INVESTMENTS**

Investment of County funds, by statute, is vested with the County Treasurer. The Treasurer's investment policy guides the investments of the County. The investment policy permits the County to invest in instruments allowed by the Illinois Compiled Statutes (ILCS). These investments include deposits/ investments in insured commercial banks, savings and loan institutions, obligations of the U.S. Treasury and U.S. Agencies, insured credit union shares, money market mutual funds with portfolios of securities issued or guaranteed by the United States or agreement to repurchase these same obligations, repurchase agreements, short-term commercial paper rated within the three highest classifications by at least two standard rating services, and the Illinois Funds.

It is the policy of the County to invest its funds in a manner which will provide the highest investment return with the maximum security while meeting the daily cash flow demands of the County and conforming to all state and local statutes governing the investment of public funds, using the "prudent person" standard for managing the overall portfolio. The primary objectives of the policy are safety of principal, diversity, liquidity, yield, public confidence, positive community involvement, and investment period.

### **A. Deposits with Financial Institutions**

Custodial credit risk is the risk that in the event of a bank failure, the County's deposits may not be returned to it. To guard against credit risk for deposits with financial institutions the County's investment policy requires all deposits with financial institutions in excess of federal depository insurance be collateralized at 100% of market value of principal and accrued interest, with collateral held by an independent third party with whom the Treasurer has a custodial agreement.

### **B. Investments**

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The County's investment policy does not limit investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

The County limits its exposure to credit risk, the risk that the issuer of a debt security will not pay its par value upon maturity, by limiting its investments to the top ratings issued by nationally recognized statistical rating organizations.

For an investment, custodial risk is the risk that, in the event of the failure of the counterparty, the County will not be able to recover the value of its investments that are in the possession of an outside party. The County limits its exposure to custodial credit risk by utilizing independent third party institutions, selected by the County, to act as custodian for its securities and collateral.

Concentration of credit risk – The County places no limit on the amount the County may invest in any one issuer.

**McDONOUGH COUNTY, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

**3. COUNTY FARM**

On March 28, 1982, McDonough County was named an income beneficiary in the will of Blanche L. Martin. Under the terms of the will, the County received investments totaling \$43,689 and approximately 120 acres of farm land. The principal of the investments cannot be invaded and the County cannot sell the farm land, but can manage and operate the farm. The net income from the investments and farm land shall be applied by the County toward the payment of the costs of operating and maintaining The Elms. In the event the County ceases to operate The Elms, or fails to follow the terms of the will, all property shall revert and go to the then heirs-at-law of Blanche L. Martin. The County Farm Fund is reported as a Permanent Fund.

**4. CAPITAL ASSETS**

A. Governmental Activities

Capital asset activity for the year ended November 30, 2015 consists of the following:

	<u>Balances</u> <u>December 1</u>	<u>Additions</u>	<u>Retirements</u>	<u>Balances</u> <u>November 30</u>
Land	\$ 228,647	\$ -	\$ -	\$ 228,647
Total capital assets not being depreciated	<u>228,647</u>	<u>-</u>	<u>-</u>	<u>228,647</u>
Buildings	2,482,220	-	-	2,482,220
Building improvements	2,642,932	-	-	2,642,932
Maintenance equipment	1,575,550	-	-	1,575,550
Software	114,680	-	-	114,680
Vehicles	877,265	54,526	(46,478)	885,313
Office equipment	271,027	-	-	271,027
Computer equipment	395,126	-	-	395,126
Infrastructure	<u>5,506,273</u>	<u>-</u>	<u>-</u>	<u>5,506,273</u>
Total capital assets being depreciated	<u>13,865,073</u>	<u>54,526</u>	<u>(46,478)</u>	<u>13,873,121</u>
Less accumulated depreciation for:				
Buildings	(1,590,697)	(50,667)	-	(1,641,364)
Building improvements	(1,431,960)	(95,206)	-	(1,527,166)
Maintenance equipment	(1,304,184)	(40,838)	-	(1,345,022)
Software	(111,295)	-	-	(111,295)
Vehicles	(582,570)	(116,459)	46,478	(652,551)
Office equipment	(252,042)	(3,413)	-	(255,455)
Computer equipment	(365,829)	(7,652)	-	(373,481)
Infrastructure	<u>(2,234,662)</u>	<u>(122,897)</u>	<u>-</u>	<u>(2,357,559)</u>
Total accumulated depreciation	<u>(7,873,239)</u>	<u>(437,132)</u>	<u>46,478</u>	<u>(8,263,893)</u>
Total capital assets, being depreciated, net	<u>5,991,834</u>	<u>(382,606)</u>	<u>-</u>	<u>5,609,228</u>
<b>Total capital assets, net of accumulated depreciation</b>	<u>\$ 6,220,481</u>	<u>\$ (382,606)</u>	<u>\$ -</u>	<u>\$ 5,837,875</u>

**McDONOUGH COUNTY, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

**4. CAPITAL ASSETS (Continued)**

**B. Business-type Activities**

	<u>Balances</u> <u>December 1</u>	<u>Additions</u>	<u>Retirements</u>	<u>Balances</u> <u>November 30</u>
Land, not depreciated	\$ 61,427	\$ -	\$ -	\$ 61,427
Building and improvements, land improvements/ landscaping	4,154,054	160,977	(6,116)	4,308,915
Equipment, including vehicles	<u>901,274</u>	<u>55,004</u>	<u>(2,198)</u>	<u>954,080</u>
Total capital assets - at cost, being depreciated	<u>5,055,328</u>	<u>215,981</u>	<u>(8,314)</u>	<u>5,262,995</u>
Less accumulated depreciation for:				
Building and improvements, land improvements/ landscaping	(2,853,773)	(86,163)	6,116	(2,933,820)
Equipment, including vehicles	<u>(791,683)</u>	<u>(32,311)</u>	<u>2,198</u>	<u>(821,796)</u>
Total accumulated depreciation	<u>(3,645,456)</u>	<u>(118,474)</u>	<u>8,314</u>	<u>(3,755,616)</u>
Total capital assets, being depreciated, net	<u>1,409,872</u>	<u>97,507</u>	<u>-</u>	<u>1,507,379</u>
<b>Total capital assets net of accumulated depreciation</b>	<u>\$ 1,471,299</u>	<u>\$ 97,507</u>	<u>\$ -</u>	<u>\$ 1,568,806</u>

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

Governmental activities:

General government	\$ 91,574
Public safety	68,865
Corrections	42,196
Transportation	213,702
Public health and welfare	<u>20,795</u>

Total depreciation expense - governmental activities \$ 437,132

Business-type activities:

The Elms Nursing Home \$ 118,474

**5. ILLINOIS MUNICIPAL RETIREMENT FUND – AGENT MULTIPLE EMPLOYER PENSION PLAN**

The County contributes to three agent multiple-employer defined benefit pension plans, the Illinois Municipal Retirement Fund (IMRF – County), Illinois Municipal Retirement Fund Elected County Officials (IMRF – ECO), and the Sheriff’s Law Enforcement Personnel (SLEP) (also administered by IMRF). The benefits, benefit levels, employee contributions, and employer contributions for all three plans are governed by ILCS and can only be amended by the Illinois General Assembly. IMRF issues a publicly available financial report that includes financial statements and supplementary information for the plan as a whole, but not for individual employers. This report can be obtained on-line at [www.imrf.org](http://www.imrf.org). The net pension liability for the governmental activities has been liquidated by the IMRF Fund.

Illinois Municipal Retirement Fund – County

*Plan Administration*

All employees (other than those covered by IMRF-ECO or SLEP) hired in positions that meet or exceed the prescribed annual hourly standard must be enrolled in IMRF as participating members.

*Plan Membership*

At December 31, 2014 (most recent available), IMRF membership consisted of:

Inactive employees or their beneficiaries	
currently receiving benefits	231
Inactive employees entitled to but not yet receiving benefits	281
Active employees	<u>245</u>
 TOTAL	 <u><u>757</u></u>

*Benefits Provided*

IMRF provides two tiers of pension benefits. Employees hired prior to January 1, 2011, are eligible for Tier 1 benefits. For Tier 1 employees, pension benefits vest after eight years of service. Participating members who retire at age 55 (reduced benefits) or after age 60 (full benefits) with eight years of credited service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1 2/3% of their final rate of earnings, for each year of credited service up to 15 years, and 2% for each year thereafter.

**5. ILLINOIS MUNICIPAL RETIREMENT FUND – AGENT MULTIPLE EMPLOYER PENSION PLAN (Continued)**

Illinois Municipal Retirement Fund – County (Continued)

*Benefits Provided (Continued)*

Employees hired on or after January 1, 2011, are eligible for Tier 2 benefits. For Tier 2 employees, pension benefits vest after 10 years of service. Participating members who retire at age 62 (reduced benefits) or after age 67 (full benefits) with 10 years of credited service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1 2/3% of their final rate of earnings, for each year of credited service up to 15 years, and 2% for each year thereafter.

*Contributions*

Participating members are required to contribute 4.5% of their annual salary to IMRF. The County is required to contribute the remaining amounts necessary to fund IMRF as specified by statute. The employer contribution rate for the calendar year ended 2014 was 11.77% of covered payroll.

*Actuarial Assumptions*

The County's net pension liability was measured as of December 31, 2014 (most recent available) and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation performed as of the same date using the following actuarial methods and assumptions.

Actuarial valuation date	December 31, 2014
Actuarial cost method	Entry-age normal
Assumptions	
Inflation	2.75%
Salary increases	3.75% to 14.50%
Interest rate	7.50%
Cost of living adjustments	3.00%
Asset valuation method	Market Value

**McDONOUGH COUNTY, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

**5. ILLINOIS MUNICIPAL RETIREMENT FUND – AGENT MULTIPLE  
EMPLOYER PENSION PLAN (Continued)**

Illinois Municipal Retirement Fund – County (Continued)

Actuarial Assumptions

For nondisabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2014 (base year 2014). IMRF specific rates were developed from the RP-2014 Blue Collar Health Annuitant Mortality Table with adjustments to match current IMRF experience. For disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2014 (base year 2014). IMRF specific rates were developed from the RP-2014 Disabled Retirees Mortality Table applying the same adjustments that were applied for nondisabled lives. For active members, an IMRF specific mortality table was used with fully generational projection scale MP-2014 (base year 2014). IMRF specific rates were developed from the RP-2014 Employee Mortality Table with adjustments to match current IMRF experience.

*Discount Rate*

The discount rate used to measure the total pension liability was 7.50%. The projection of cash flows used to determine the discount rate assumed that member contributions will be made at the current contribution rate and that the County contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the IMRF's fiduciary net position was projected to be available to make all project future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of project benefit payments to determine the total pension liability.

*Changes in the Net Pension Liability*

	(a) Total Pension Liability	(b) Plan Fiduciary Net Position	(a) - (b) Net Pension Liability
Balances at January 1, 2014	\$ 42,277,571	\$ 40,480,005	\$ 1,797,566
Changes for the period:			
Service cost	998,046	-	998,046
Interest	3,146,132	-	3,146,132
Difference between expected and actual experience	(176,675)	-	(176,675)
Changes in assumptions	1,468,688	-	1,468,688
Employer contributions	-	1,033,873	(1,033,873)
Employee contributions	-	442,558	(442,558)
Net investment income	-	2,616,085	(2,616,085)
Benefit payments and refunds	(1,707,735)	(1,707,735)	-
Other (net transfer)	-	(37,691)	37,691
Net changes	3,728,456	2,347,090	1,381,366
BALANCES AT DECEMBER 31, 2014	\$ 46,006,027	\$ 42,827,095	\$ 3,178,932

Changes in assumptions related to retirement age and mortality were made since the prior measurement date.

**McDONOUGH COUNTY, ILLINOIS**  
NOTES TO FINANCIAL STATEMENTS (Continued)

**5. ILLINOIS MUNICIPAL RETIREMENT FUND – AGENT MULTIPLE EMPLOYER PENSION PLAN (Continued)**

Illinois Municipal Retirement Fund – County (Continued)

*Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources*

For the year ended November 30, 2015, the County recognized pension expense of \$927,477. At November 30, 2015, the County reported deferred outflows of resources and deferred inflows of resources related to IMRF from the following source:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ -	\$ 126,580
Changes in assumption	1,052,252	-
Net difference between projected and actual earnings on pension plan investments	464,367	-
Contributions made after measurement date	927,343	-
<b>TOTAL</b>	<b>\$ 2,443,962</b>	<b>\$ 126,580</b>

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

<u>Period ended November 30,</u>	
2015	\$ 1,409,776
2016	482,433
2017	309,080
2018	116,093
<b>TOTAL</b>	<b>\$ 2,317,382</b>

*Discount Rate Sensitivity*

The following is a sensitivity analysis of the net pension liability to changes in the discount rate. The table below presents the net pension liability of the County calculated using the discount rate of 7.50% as well as what the County's net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower (6.50%) or 1 percentage point higher (8.50%) than the current rate:

	1% Decrease (6.50%)	Current Discount Rate (7.50%)	1% Increase (8.50%)
Net pension (asset) liability	\$ 9,651,280	\$ 3,178,932	\$ (1,981,662)

**5. ILLINOIS MUNICIPAL RETIREMENT FUND – AGENT MULTIPLE  
 EMPLOYER PENSION PLAN (Continued)**

Illinois Municipal Retirement Fund – Elected County Officials

*Plan Administration*

All eligible elected county officials are enrolled in IMRF as participating members with the option of participating in the Elected County Officials plan. The Elected County Officials plan was closed to new members effective August 8, 2011.

*Plan Membership*

At December 31, 2014 (most recent available), IMRF membership consisted of:

Inactive employees or their beneficiaries currently receiving benefits	2
Inactive employees entitled to but not yet receiving benefits	2
Active employees	<u>1</u>
 TOTAL	 <u><u>5</u></u>

*Benefits Provided*

IMRF ECO provides two tiers of pension benefits. Employees hired prior to January 1, 2011, are eligible for Tier 1 benefits. For Tier 1 employees, pension benefits vest after eight years of service. Participating members who retire at age 55 (reduced benefits) or after age 60 (full benefits) with eight years of credited service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 3% of their final rate of earnings, for each year of credited service up to eight years, 4% for each year after eight years up to 12 years, and 5% for each year thereafter to a maximum of 80% at 20 years of service. IMRF also provides death and disability benefits. These benefit provisions and all other requirements are established by state statute.

Employees hired on or after January 1, 2011, are eligible for Tier 2 benefits. For Tier 2 employees, pension benefits vest after eight or ten years of service. Participating members who retire at age 55 with eight years of Tier 1 service credit or after age 62 with ten years of Tier 2 service credit are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 3% of their final rate of earnings, for each year of credited service up to eight years, 4% for each year after eight years up to 12 years, and 5% for each year thereafter to a maximum of 80% at 20 years of service.

**5. ILLINOIS MUNICIPAL RETIREMENT FUND – AGENT MULTIPLE EMPLOYER PENSION PLAN (Continued)**

Illinois Municipal Retirement Fund – Elected County Officials (Continued)

*Contributions*

Participating members are required to contribute 7.5% of their annual salary to IMRF. The County is required to contribute the remaining amounts necessary to fund IMRF as specified by statute. The employer contribution rate for the calendar year ended 2014 was 28.35% of covered payroll.

*Actuarial Assumptions*

The County’s net pension liability was measured as of December 31, 2014 (most recent available) and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation performed as of the same date using the following actuarial methods and assumptions.

Actuarial valuation date	December 31, 2014
Actuarial cost method	Entry-age normal
Assumptions	
Inflation	2.75%
Salary increases	3.75% to 14.50%
Interest rate	7.50%
Cost of living adjustments	3.00%
Asset valuation method	Market Value

For nondisabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2014 (base year 2014). IMRF specific rates were developed from the RP-2014 Blue Collar Health Annuitant Mortality Table with adjustments to match current IMRF experience. For disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2014 (base year 2014). IMRF specific rates were developed from the RP-2014 Disabled Retirees Mortality Table applying the same adjustments that were applied for nondisabled lives. For active members, an IMRF specific mortality table was used with fully generational projection scale MP-2014 (base year 2014). IMRF specific rates were developed from the RP-2014 Employee Mortality Table with adjustments to match current IMRF experience.

**McDONOUGH COUNTY, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

**5. ILLINOIS MUNICIPAL RETIREMENT FUND – AGENT MULTIPLE  
EMPLOYER PENSION PLAN (Continued)**

Illinois Municipal Retirement Fund – Elected County Officials (Continued)

*Discount Rate*

The discount rate used to measure the total pension liability was 7.50%. The projection of cash flows used to determine the discount rate assumed that member contributions will be made at the current contribution rate and that the County contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the IMRF’s fiduciary net position was projected to be available to make all project future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of project benefit payments to determine the total pension liability.

*Changes in the Net Pension (Asset) Liability*

	(a) Total Pension Liability	(b) Plan Fiduciary Net Position	(a) - (b) Net Pension Asset
Balances at January 1, 2014	\$ 629,422	\$ 670,240	\$ (40,818)
Changes for the period:			
Service cost	16,030	-	16,030
Interest	47,436	-	47,436
Difference between expected and actual experience	(4,634)	-	(4,634)
Changes in assumptions	1,769	-	1,769
Employer contributions	-	16,685	(16,685)
Employee contributions	-	4,623	(4,623)
Net investment income	-	43,787	(43,787)
Benefit payments and refunds	(10,211)	(10,211)	-
Other (net transfer)	-	(129)	129
Net changes	50,390	54,755	(4,365)
BALANCES AT DECEMBER 31, 2014	\$ 679,812	\$ 724,995	\$ (45,183)

Changes in assumptions related to retirement age and mortality were made since the prior measurement date.

**McDONOUGH COUNTY, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

**5. ILLINOIS MUNICIPAL RETIREMENT FUND – AGENT MULTIPLE EMPLOYER PENSION PLAN (Continued)**

Illinois Municipal Retirement Fund – Elected County Officials (Continued)

*Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources*

For the year ended November 30, 2015, the County recognized pension expense of \$4,225. At November 30, 2015, the County reported deferred outflows of resources and deferred inflows of resources related to IMRF from the following source:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ -	\$ 1,976
Changes in assumption	754	-
Net difference between projected and actual earnings on pension plan investments	7,621	-
Contributions made after measurement date	12,509	-
<b>TOTAL</b>	<b>\$ 20,884</b>	<b>\$ 1,976</b>

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

<u>Period ended November 30,</u>	
2015	\$ 13,193
2016	1,905
2017	1,905
2018	1,905
<b>TOTAL</b>	<b>\$ 18,908</b>

*Discount Rate Sensitivity*

The following is a sensitivity analysis of the net pension (asset) liability to changes in the discount rate. The table below presents the net pension (asset) liability of the County calculated using the discount rate of 7.50% as well as what the County's net pension (asset) liability would be if it were calculated using a discount rate that is 1 percentage point lower (6.50%) or 1 percentage point higher (8.50%) than the current rate:

	1% Decrease (6.50%)	Current Discount Rate (7.50%)	1% Increase (8.50%)
Net pension (asset) liability	\$ 39,966	\$ (45,183)	\$ (114,528)

**McDONOUGH COUNTY, ILLINOIS**  
NOTES TO FINANCIAL STATEMENTS (Continued)

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**5. ILLINOIS MUNICIPAL RETIREMENT FUND – AGENT MULTIPLE  
EMPLOYER PENSION PLAN (Continued)**

Sheriff's Law Enforcement Personnel

*Plan Administration*

All eligible full-time deputized law enforcement personnel and correctional officers are enrolled in SLEP as participating members.

*Plan Membership*

At December 31, 2014 (most recent available), IMRF membership consisted of:

Inactive employees or their beneficiaries currently receiving benefits	15
Inactive employees entitled to but not yet receiving benefits	4
Active employees	<u>15</u>
<b>TOTAL</b>	<b><u><u>34</u></u></b>

*Benefits Provided*

Sheriff's Law Enforcement Personnel having accumulated at least 20 years of SLEP service and terminating IMRF participation on or after January 1, 1988, may elect to retire at or after age 50 with no early retirement discount penalty. IMRF provides two tiers of pension benefits. Employees hired prior to January 1, 2011, are eligible for Tier 1 benefits. SLEP members meeting the two qualifications described in the first sentence of this paragraph are entitled to an annual retirement benefit payable monthly for life, in an amount equal to 2 1/2% of their final rate of earnings for each year of credited service. For SLEP members retiring with less than 20 years of SLEP service, the regular IMRF pension formula applies.

Employees hired on or after January 1, 2011, are eligible for Tier 2 benefits. For Tier 2 employees, pension benefits vest after 10 years of service. Participating members who retire at 55 with ten years of Tier 2 service credit are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 2 1/2% of their final rate of earnings for each year of credited service. The pension for participating members who retire between age 50 and 55 will be reduced by 1/2% for each month under age 55. SLEP also provides death and disability benefits. These benefit provisions and all other requirements are established by ILCS.

**5. ILLINOIS MUNICIPAL RETIREMENT FUND – AGENT MULTIPLE EMPLOYER PENSION PLAN (Continued)**

Sheriff’s Law Enforcement Personnel (Continued)

*Contributions*

Participating members are required to contribute 7.5% of their annual salary to SLEP. The County is required to contribute the remaining amounts necessary to fund the SLEP as specified by statute. The employer contribution rate for the calendar year ended 2014 was 20.86% of covered payroll.

Actuarial Assumptions

The County’s net pension liability was measured as of December 31, 2014 (most recent available) and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation performed as of the same date using the following actuarial methods and assumptions.

Actuarial valuation date	December 31, 2014
Actuarial cost method	Entry-age normal
Assumptions	
Inflation	2.75%
Salary increases	3.75% to 14.50%
Interest rate	7.50%
Cost of living adjustments	3.00%
Asset valuation method	Market Value

For nondisabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2014 (base year 2014). IMRF specific rates were developed from the RP-2014 Blue Collar Health Annuitant Mortality Table with adjustments to match current IMRF experience. For disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2014 (base year 2014). IMRF specific rates were developed from the RP-2014 Disabled Retirees Mortality Table applying the same adjustments that were applied for nondisabled lives. For active members, an IMRF specific mortality table was used with fully generational projection scale MP-2014 (base year 2014). IMRF specific rates were developed from the RP-2014 Employee Mortality Table with adjustments to match current IMRF experience.

**McDONOUGH COUNTY, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

**5. ILLINOIS MUNICIPAL RETIREMENT FUND – AGENT MULTIPLE  
EMPLOYER PENSION PLAN (Continued)**

Sheriff’s Law Enforcement Personnel (Continued)

*Discount Rate*

The discount rate used to measure the total pension liability was 7.49%. The projection of cash flows were not sufficient to cover the projected payouts and therefore, the investment rate of 7.50% was blended with the bond rate of 3.56% to arrive at the 7.49% discount rate.

*Changes in the Net Pension Liability*

	(a) Total Pension Liability	(b) Plan Fiduciary Net Position	(a) - (b) Net Pension Liability
Balances at January 1, 2014	\$ 7,259,931	\$ 6,713,399	\$ 546,532
Changes for the period:			
Service cost	159,068	-	159,068
Interest	534,679	-	534,679
Difference between expected and actual experience	82,984	-	82,984
Changes in assumptions	198,682	-	198,682
Employer contributions	-	179,180	(179,180)
Employee contributions	-	68,012	(68,012)
Net investment income	-	429,214	(429,214)
Benefit payments and refunds	(433,889)	(433,889)	-
Other (net transfer)	-	(2,946)	2,946
Net changes	541,524	239,571	301,953
BALANCES AT DECEMBER 31, 2014	\$ 7,801,455	\$ 6,952,970	\$ 848,485

Changes in assumptions related to retirement age and mortality were made since the prior measurement date.

**McDONOUGH COUNTY, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

**5. ILLINOIS MUNICIPAL RETIREMENT FUND – AGENT MULTIPLE EMPLOYER PENSION PLAN (Continued)**

Sheriff's Law Enforcement Personnel (Continued)

*Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources*

For the year ended November 30, 2015, the County recognized pension expense of \$162,222. At November 30, 2015, the County reported deferred outflows of resources and deferred inflows of resources related to IMRF from the following source:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ 66,520	\$ -
Changes in assumption	159,263	-
Net difference between projected and actual earnings on pension plan investments	75,210	-
Contributions made after measurement date	153,977	-
<b>TOTAL</b>	<b>\$ 454,970</b>	<b>\$ -</b>

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

<u>Period ended November 30,</u>	
2015	\$ 228,663
2016	74,686
2017	74,686
2017	74,686
2018	2,249
<b>TOTAL</b>	<b>\$ 454,970</b>

*Discount Rate Sensitivity*

The following is a sensitivity analysis of the net pension liability to changes in the discount rate. The table below presents the net pension liability of the County calculated using the discount rate of 7.49% as well as what the County's net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower (6.49%) or 1 percentage point higher (8.49%) than the current rate:

	1% Decrease (6.49%)	Current Discount Rate (7.49%)	1% Increase (8.49%)
Net pension liability	\$ 1,843,827	\$ 848,485	\$ 48,560

**6. DEFERRED COMPENSATION PLAN**

The County offers its employees two different deferred compensation plans created in accordance with Internal Revenue Code Section 457. The plans, available to all County employees, permit them to defer a portion of their salary until future years. The County is not required to make any contributions to the plans. The amounts deferred and earnings thereon, are not available to employees until termination, retirement, death, or unforeseeable emergency.

Contributions by employees are administered by a third-party agent and the assets and income thereon are held in trust for the exclusive benefit of participants and their beneficiaries.

**7. LONG-TERM DEBT**

A. Leases Payable

**Office Building**

In March 1981, McDonough County entered into a non-cancelable lease agreement with the Macomb Public Building Commission (Building Commission) for the rental of County office space at 130-134 South Lafayette Street, Macomb, Illinois. The agreement called for an initial payment of \$37,000 with annual rental payments of \$20,000 for the years 1981 through 1991. In April 1984 and 1999, the County entered into supplemental agreements with the Building Commission whereby the original lease was extended from April 1, 1991 with annual rental payments of \$1.

Payments are due by November 30 of each year. All insurance on the building and general public liability insurance is to be obtained by the Building Commission. The County is responsible for the maintenance, operations, and safekeeping of the offices that they are leasing. Currently, portions of this building are being rented to third parties. As long as the third party rent payments, made directly to the Building Commission, exceed the County's required annual payments, the County's payment will be waived by the Building Commission. After all outstanding indebtedness of the Building Commission has been paid in full, the Building Commission agrees to transfer by warranty deed the fee simple title of the building to the County upon the County's request.

**Equipment Leases**

On May 30, 2014, the County entered into a noncancelable lease agreement with RK Dixon Co. for the lease of a \$13,032 copier. The agreement calls for monthly payments of \$217 commencing May 31, 2014. The final payment is due May 31, 2019. The balance due at November 30, 2015 was \$8,994. The leased asset and related obligation are accounted for as business-type activities. The asset under the capital lease net of depreciation totaled \$9,122 at November 30, 2015.

**McDONOUGH COUNTY, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

**7. LONG-TERM DEBT (Continued)**

A. Leases Payable (Continued)

**Equipment Leases (Continued)**

Following is a schedule of minimum future rental payments and the net present value of these minimum lease payments as of November 30, 2015 for the above equipment lease:

Year ending November 30:	<u>Business-Type Activities</u>
2016	\$ 2,606
2017	2,606
2018	2,606
2019	<u>1,176</u>
Total minimum lease payments	<u>\$ 8,994</u>

B. Changes in Long-Term Debt

Long-term liability activity for the year ended November 30, 2015 was as follows:

	Restated Balances <u>December 1</u>	<u>Additions</u>	<u>Reductions</u>	Balances <u>November 30</u>	Due Within <u>One Year</u>
Governmental Activities:					
Compensated absences payable	\$ 253,880	\$ 384,846	\$ 400,035	\$ 238,691	\$ 194,720
Net OPEB obligation	177,837	67,872	44,478	201,231	-
Net pension asset	(40,818)	(4,365)	-	(45,183)	-
Net pension liability	<u>1,737,700</u>	<u>1,217,324</u>	<u>-</u>	<u>2,955,024</u>	<u>-</u>
Governmental activity - long-term liabilities	<u>\$ 2,128,599</u>	<u>\$ 1,665,677</u>	<u>\$ 444,513</u>	<u>\$ 3,349,763</u>	<u>\$ 194,720</u>
	Restated Balances <u>December 1</u>	<u>Additions</u>	<u>Reductions</u>	Balances <u>November 30</u>	Due Within <u>One Year</u>
Business-type activities:					
Leases payable	\$ 11,728	\$ -	\$ 2,734	\$ 8,994	\$ 2,606
Net OPEB obligation	113,433	31,229	-	144,662	-
Net pension liability	606,398	465,995	-	1,072,393	-
Compensated absences payable	<u>155,470</u>	<u>171,709</u>	<u>166,853</u>	<u>160,326</u>	<u>160,326</u>
Business-type activity - long-term liabilities	<u>\$ 887,029</u>	<u>\$ 668,933</u>	<u>\$ 169,587</u>	<u>\$ 1,386,375</u>	<u>\$ 162,932</u>

**McDONOUGH COUNTY, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

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**7. LONG-TERM DEBT (Continued)**

**B. Changes in Long-Term Debt (Continued)**

Internal service funds predominantly serve the governmental funds. Accordingly, long-term liabilities for them are included as part of the above totals for governmental activities. Also, for the governmental activities, compensated absences are generally liquidated by the General Fund, or the fund where the employee is paid their payroll on a regular basis.

**8. STATUTORY DEBT MARGIN**

A schedule indicating the statutory debt margin computation follows:

2015 Assessed valuation	<u>\$ 395,368,669</u>
Statutory debt limitation (2.875 percent of assessed valuation)	\$ 11,366,849
Debt outstanding at November 30, 2015	<u>-</u>
<b>Statutory debt margin, November 30, 2015</b>	<u><b>\$ 11,366,849</b></u>

**9. INTERFUND TRANSACTIONS**

Interfund receivable and payable balances at November 30, 2015 consist of:

	<u>Interfund Receivables</u>	<u>Interfund Payables</u>
<b>General Funds:</b>		
Illinois Municipal Retirement Fund	\$ -	\$ 2,692
Social Security Fund	-	2,577
Internal Service Funds	6,854	-
Agency Funds	30,266	-
Nonmajor Governmental Funds	<u>-</u>	<u>-</u>
	<u>37,120</u>	<u>5,269</u>
<b>Illinois Municipal Retirement Funds:</b>		
General Fund	2,692	-
Internal Service Funds	<u>-</u>	<u>100,000</u>
	<u>2,692</u>	<u>100,000</u>
<b>Public Safety Sales Tax Fund:</b>		
Nonmajor Governmental Funds	<u>-</u>	<u>49,080</u>
<b>Social Security Fund:</b>		
General Fund	<u>2,577</u>	<u>-</u>

**McDONOUGH COUNTY, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS (Continued)**

**9. INTERFUND TRANSACTIONS (Continued)**

	<u>Interfund Receivables</u>	<u>Interfund Payables</u>
County Health Funds:		
Internal Service Funds	\$ -	\$ 11,663
Nonmajor Governmental Funds	<u>1,158</u>	<u>-</u>
	<u>1,158</u>	<u>11,663</u>
Internal Service Funds:		
General Fund	-	6,854
Illinois Municipal Retirement Fund	100,000	-
County Health Fund	11,663	-
Nonmajor Governmental Funds	<u>-</u>	<u>5,707</u>
	<u>111,663</u>	<u>12,561</u>
Agency Funds:		
General Fund	-	30,266
Nonmajor Governmental Funds	<u>46,155</u>	<u>336,331</u>
	<u>46,155</u>	<u>366,597</u>
Nonmajor Governmental Funds:		
General Fund	-	-
Public Safety Sales Tax Fund	49,080	-
County Health Fund	-	1,158
The Elms	-	-
Internal Service Funds	5,707	-
Agency Funds	336,331	46,155
Nonmajor Governmental Funds	<u>3,125</u>	<u>3,125</u>
	<u>394,243</u>	<u>50,438</u>
Total Interfund Receivables/Payables	<u>\$ 595,608</u>	<u>\$ 595,608</u>

The purposes of the significant interfund receivable and payable balances are as follows:

- \$100,000 due to Internal Service funds from the Illinois Municipal Retirement fund. This balance relates to a loan to the Illinois Municipal Retirement fund to cover operating expenses. The County expects the obligation will be liquidated within one year.
- \$336,331 due to Nonmajor governmental funds from Agency funds. This balance relates to a) accrued but unpaid transfers of \$328,168 from the Township Bridge fund and Township Motor Fuel Tax Fund to various county highway funds and b) accrued but unpaid fees of \$8,163 from the County Clerk fund. The County expects the obligation will be liquidated within one year.

**McDONOUGH COUNTY, ILLINOIS**  
NOTES TO FINANCIAL STATEMENTS (Continued)

**9. INTERFUND TRANSACTIONS (Continued)**

Advances from/to other funds at November 30, 2015 consist of:

	<u>Interfund Receivables</u>	<u>Interfund Payables</u>
General Fund:		
Public Safety Sales Tax Fund	\$ -	\$ 90,681
Public Safety Sales Tax Fund		
General Fund	90,681	-
Total Interfund Receivables/Payables	<u>\$ 90,681</u>	<u>\$ 90,681</u>

The purposes of the interfund advance receivable and payable balances are as follows:

- \$90,681 remaining advance from the Public Safety Sales Tax fund to the General fund to cover general County expenses. Repayment is not expected within one year.

Interfund transfers during fiscal year ending November 30, 2015 consist of:

	<u>Transfers In</u>	<u>Transfers Out</u>
General Funds:		
Public Safety Sales Tax Fund	\$ 150,000	\$ -
Internal Service Funds	1,845	-
	<u>151,845</u>	<u>-</u>
Illinois Municipal Retirement Fund:		
Public Safety Sales Tax Fund	50,000	-
Nonmajor Governmental Funds	10,239	-
	<u>60,239</u>	<u>-</u>
Public Safety Sales Tax Funds:		
General Fund	-	150,000
Illinois Municipal Retirement Fund	-	50,000
Nonmajor Governmental Funds	-	15,000
	<u>-</u>	<u>215,000</u>
County Health Fund:		
Nonmajor Governmental Funds	19,026	-
	<u>19,026</u>	<u>-</u>

**McDONOUGH COUNTY, ILLINOIS**  
NOTES TO FINANCIAL STATEMENTS (Continued)

**9. INTERFUND TRANSACTIONS (Continued)**

	<u>Transfers In</u>	<u>Transfers Out</u>
Elms Fund:		
Nonmajor Governmental Funds	\$ 32,891	\$ -
	<u>32,891</u>	<u>-</u>
Internal Service Funds:		
General Fund	-	1,845
	<u>-</u>	<u>1,845</u>
Nonmajor Governmental Funds:		
Illinois Municipal Retirement Fund	-	10,239
Public Safety Sales Tax Fund	15,000	-
County Health Fund	-	19,026
Elms Fund	-	32,891
Nonmajor Governmental Funds	<u>351,728</u>	<u>351,728</u>
	<u>366,728</u>	<u>413,884</u>
Total interfund transfers	<u>\$ 630,729</u>	<u>\$ 630,729</u>

The purposes of the significant interfund transfers are as follows:

- \$150,000 transferred from the Public Safety Sales Tax fund to the General fund. This amount relates to a routine budgeted transfer. This transfer will not be repaid.
- \$50,000 transferred from the Public Safety Sales Tax fund to the Illinois Municipal Retirement Fund to cover public safety employee retirement contributions. This transfer will not be repaid.
- \$32,891 transferred from the County Farm fund to the Elms fund to cover capital asset costs. This transfer will not be repaid.
- \$351,728 transferred between the Nonmajor governmental funds. This amount relates to a) transfers of \$262,044 to the County Highway fund to repay roadway maintenance expenditures, b) transfers of \$72,401 to the Equipment Replacement fund for replacement of equipment and vehicles on a scheduled basis, c) transfer of \$11,000 to the State's Attorney Victim/Witness Fund from the State's Attorney Child Advocacy Fund for salary costs, and d) transfer of \$6,283 to the Engineering Revolving fund for repayment of engineering services. These transfers will not be repaid.

**10. RELATED ORGANIZATIONS, JOINTLY GOVERNED ORGANIZATIONS, AND JOINT VENTURES**

A. Related Organizations

The County's officials are responsible for appointing members of the boards of other organizations, but the County's accountability for these organizations does not extend beyond making the appointments. The other organizations include various Cemetery Associations and Boards of Trustees of Fire Protection Districts in the County, the McDonough County Housing Authority, and McDonough District Hospital.

B. Jointly Governed Organizations

The County, in conjunction with the City of Macomb, Illinois created the Macomb Public Building Commission under the Public Building Commission Act. The Commission's board is composed of three members appointed by the City Council and two members appointed by the County Board. The County is involved as lessee in capital leases with the Commission as lessor as described in the preceding footnotes for leases payable.

C. Joint Ventures

The County is a participant with the City of Macomb, Illinois and the McDonough County Emergency Telephone System Board (ETSB) in a joint venture to operate a 911 emergency services communication and dispatch enterprise. The Macomb/McDonough Emergency Dispatch Center, Inc., a not-for-profit corporation, was created for that purpose. The corporation is governed by a six-member board composed of 1) the County Board Chairman or a County board member designated by the Chairman, 2) the County Sheriff or a designated full-time employee of the Sheriff's Department, 3) the City Mayor, 4) the City Police Chief, 5) the ETSB Chairman, and 6) the ETSB Secretary. The County, the City, and the ETSB each contributed various property, equipment, services, and/or funds for initial relocation and occupancy costs to the corporation. The County, the City, and the ETSB are each obligated by an intergovernmental cooperation agreement to pay one-third (1/3) of the costs of the corporation for wages, employee benefits, and normal office supplies.

The ETSB's liability for operating costs during any fiscal year of the corporation is limited to a cap amount determined by the County, the City, and the ETSB. The County and the City share equally the amount of costs in excess of the determined cap of the ETSB's share of costs. The ETSB contributes to the corporation annually an amount sufficient to pay the entire cost of equipment installation, operation, maintenance, repair and replacement, employee training, and telephone line charges.

**McDONOUGH COUNTY, ILLINOIS**  
NOTES TO FINANCIAL STATEMENTS (Continued)

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**10. RELATED ORGANIZATIONS, JOINTLY GOVERNED ORGANIZATIONS, AND JOINT VENTURES (Continued)**

C. Joint Ventures (Continued)

The Center's fiscal year end is November 30. Separate audited financial statements are available through the Macomb/McDonough County Emergency Dispatch Center, Inc. Summarized financial information of the Center as of and for the year ended November 30, 2015, follows:

Statement of Net Position Information

Assets and deferred outflows of resources:	
Current assets	\$ 275,084
Property and equipment, net	151,014
Deferred outflows of resources	<u>147,344</u>
Total assets	<u>\$ 573,442</u>
Liabilities, deferred inflows of resources, and net position:	
Liabilities	\$ 249,340
Deferred inflows of resources	7,631
Net position	<u>316,471</u>
Total liabilities and net position	<u>\$ 573,442</u>

Statement of Activities Information

Operating revenue	\$ 845,870
Operating expenses	<u>870,544</u>
Operating net loss	<u>(24,674)</u>
Nonoperating revenue	<u>57,057</u>
Change in net position	<u>32,383</u>
Net position, beginning	336,022
Change in accounting principle	<u>(51,934)</u>
Net position, beginning, restated	<u>284,088</u>
Net position, ending	<u>\$ 316,471</u>

The County is a participant with the Mercer County, Illinois and Warren County, Illinois in an intergovernmental agreement to jointly establish a regional solid waste management organization for the purpose of implementation of a regional solid waste management plan. The Tri-County Resource and Waste Management Council was created for that purpose. The Council is made up of equal representation from each county. Each county shall contribute funds for the preparation of the three-county Solid Waste Plan based on each county's population as a proportion of the total population of the three counties based upon the 1990 Census of Population as published by the United States Department of Commerce.

**10. RELATED ORGANIZATIONS, JOINTLY GOVERNED ORGANIZATIONS, AND JOINT VENTURES (Continued)**

C. Joint Ventures (Continued)

The Council's fiscal year end is November 30. Separate audited financial statements are not available.

**11. RISK MANAGEMENT**

A. General and Professional Liability, Property, Errors, and Omissions

The County is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; health claims of employees; and natural disasters. The County purchases commercial insurance for all risks of loss, excluding group health care coverage and workers' compensation, which are described below. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

B. Workers' Compensation

The County insures its risk of loss for employee injuries under workers' compensation laws by participating in the Illinois Public Risk Fund (IPRF) a public entity risk pool currently operating as a common risk management program for a number of Illinois counties. The County pays an annual "premium" to IPRF for its coverage. Annual audits of the County's payroll, workers' compensation claims, and employee job classifications are performed by IPRF.

C. Group Health Plan

Beginning July 1, 2001, the County uses an internal service fund to account for and finance its uninsured risks of loss related to its self-funded health insurance plan. Under this plan, the County is self-insured for the first \$85,000 of covered charges per individual per year. Commercial insurance is carried for amounts in excess of self-insured amounts. The County also maintains aggregate stop loss coverage with a maximum reimbursement of \$1,000,000. Changes in claims liability for the self-funded health insurance plan in fiscal years 2015 and 2014 are as follows:

	<u>2015</u>	<u>2014</u>
Balance at beginning of year	\$ 54,405	\$ 119,640
Claims incurred	1,921,055	1,619,977
Claims paid	<u>1,810,110</u>	<u>1,685,212</u>
<b>Balance at end of year</b>	<b>\$ 165,350</b>	<b>\$ 54,405</b>

**12. ADMINISTRATION AGREEMENT**

The County entered into an administration agreement for its self-funded health plan with Mutual Medical Plans, Inc. This agreement has a three-year term extending through November 30, 2015, and fees for services under this agreement are assessed at \$16 per participant per month. Fees paid to Mutual Medical for administrative, clerical, and consulting services in fiscal 2015 were \$77,710.

**13. CONDUIT DEBT OBLIGATION**

In June 2008, the County issued Capital Improvement Revenue Bonds, Series 2008 to provide financial assistance to a private-sector entity for the acquisition, construction, and installation of fixtures and equipment deemed to be in the public interest. In November 2012, the County issued Capital Improvement and Refunding Revenue Bonds, Series 2012 to refinance the Capital Improvement Revenue Bonds, Series 2008 and to finance the acquisition, construction, and installation of tuck pointing, a front entrance canopy, and a community center and therapy expansion project. The bonds are secured by the property financed and owned by the private-sector entity and are payable solely from payments received on the underlying mortgage loan. As of November 30, 2015, the principal amount payable under these bonds was \$5,946,240. Neither the County, the State, nor any political subdivision thereof is obligated in any manner for repayment of the bonds. Accordingly, the bonds are not reported as liabilities in the accompanying financial statements.

**14. OTHER POST-EMPLOYMENT BENEFITS**

*Plan Description*

In addition to providing the pension benefits described, the County provides post-employment health care and life insurance benefits (OPEB) for retired employees through a single employer defined benefit plan. The benefits, benefit levels, employee contributions, and employer contributions are governed by the County and can be amended by the County through its personnel manual and union contracts, except for the implicit subsidy which is governed by the State Legislature and ILCS. The plan is not accounted for as a trust fund, as an irrevocable trust has not been established to account for the plan. The plan does not issue a separate report.

*Benefits Provided*

The County provides continued health insurance coverage at the blended employer rate to all eligible retirees in accordance with ILCS, which creates an implicit subsidy of retiree health insurance. To be eligible for benefits, an employee must qualify for retirement under the County's retirement plan. Upon a retiree reaching age 65 years of age, Medicare becomes the primary insurer and the retiree is no longer eligible to participate in the plan, but can purchase a Medicare supplement plan from the County's insure provider.

**McDONOUGH COUNTY, ILLINOIS**  
NOTES TO FINANCIAL STATEMENTS (Continued)

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**14. OTHER POST-EMPLOYMENT BENEFITS (Continued)**

*Membership*

At December 1, 2014 (latest information available), membership consisted of:

Retirees and beneficiaries currently receiving benefits	12
Terminated employees entitled to benefits but not yet receiving them	-
Active employees	<u>228</u>
TOTAL	<u>240</u>
Participating employers	<u>1</u>

*Funding Policy*

The County negotiates the contribution percentages between the County and employees through the union contracts and personnel policy. All retirees contribute 100% of the blended premium to the plan and the County contributes the remainder to cover the cost of providing the benefits to the retirees via the insured plan (pay as you go). For the fiscal year ended November 30, 2014, retirees contributed \$107,385 and the County contributed \$44,478. Active employees do not contribute to the plan until retirement.

*Annual OPEB costs and Net OPEB Obligation*

The County had an actuarial valuation performed for the plan as of December 1, 2014 to determine the employer's annual required contribution (ARC) for the fiscal year ended November 30, 2015. The County's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan and the net OPEB obligation for fiscal years 2015, 2014, and 2013 were as follows:

**McDONOUGH COUNTY, ILLINOIS**  
NOTES TO FINANCIAL STATEMENTS (Continued)

**14. OTHER POST-EMPLOYMENT BENEFITS (Continued)**

Annual OPEB costs and Net OPEB Obligation – Continued

Fiscal Year Ended	Annual OPEB Cost	Employer Contributions	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
November 30, 2015	\$ 99,100	\$ 44,477	44.88%	\$ 345,893
November 30, 2014	104,712	52,311	49.96%	291,270
November 30, 2013	106,980	47,972	44.84%	238,869

The net OPEB obligation (NOPEBO) as November 30, 2015 (latest information available), was calculated as follows:

Annual required contribution	\$ 95,702
Interest on net OPEB obligation	13,107
Adjustment to annual required contribution	<u>(9,709)</u>
Annual OPEB cost	99,100
Contributions made	<u>44,477</u>
Increase (decrease) in net OPEB obligation	54,623
Net OPEB obligation beginning of year	<u>291,270</u>
 NET OPEB OBLIGATION END OF YEAR	 <u><u>\$ 345,893</u></u>

*Funded Status and Funding Progress.* The funded status of the plan as of December 1, 2014 (latest information available), was as follows:

Actuarial accrued liability (AAL)	\$ 725,777
Actuarial value of plan assets	-
Unfunded actuarial accrued liability (UAAL)	\$ 725,777
Funded ratio (actuarial value of plan assets/AAL)	0%
Covered payroll (active plan members)	\$ 8,012,961
UAAL as a percentage of covered payroll	9.06%

**14. OTHER POST-EMPLOYMENT BENEFITS (Continued)**

Annual OPEB costs and Net OPEB Obligation (Continued)

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information following the notes to the financial statements, presents multiyear trend information that shows whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

*Actuarial Methods and Assumptions.* Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

In the December 1, 2014 actuarial valuation, the projected unit credit actuarial cost method was used. The actuarial assumptions included a 4.50% interest rate assumption and an annual healthcare cost trend rate of 7.0% initially, reduced by decrements to an ultimate rate of 5.00%. The actuarial value of assets was not determined as the County has not advance funded its obligation. The plan's unfunded actuarial accrued liability is being amortized as a level dollar amount on an open basis. The remaining amortization period at November 30, 2015, was 30 years.

**15. CHANGE IN ACCOUNTING PRINCIPLE**

During the fiscal year the District recorded a prior period adjustment for the implementation of GASB Statement No. 68 and GASB Statement No. 71 to recognize the effect of recording the Net Pension Liability and the Deferred Outflow of Resources resulting from its participation in IMRF for its employees' pension.

	<u>Governmental Activities</u>	<u>Business-Type Activities</u>	<u>Enterprise Fund The Elms</u>
Net Position, December 1, 2014 (as previously reported)	\$ 17,811,278	\$ 5,030,950	\$ 5,030,950
Restated for:			
IMRF Net Pension Liability	(1,696,882)	(606,398)	(606,398)
Deferred Outflow of Resources	<u>796,597</u>	<u>315,805</u>	<u>315,805</u>
Net Position December 1, 2014 (as restated)	<u>\$ 16,910,993</u>	<u>\$ 4,740,357</u>	<u>\$ 4,740,357</u>

**REQUIRED SUPPLEMENTARY INFORMATION**

**McDONOUGH COUNTY, ILLINOIS**  
**REQUIRED SUPPLEMENTARY INFORMATION**  
**SCHEDULE OF FUNDING PROGRESS**  
**OTHER POST-EMPLOYMENT BENEFITS PLAN**  
November 30, 2015

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<b>Actuarial Valuation Date</b>	<b>Actuarial Value of Assets (a)</b>	<b>Actuarial Accrued Liability (AAL) Entry Age (b)</b>	<b>Unfunded AAL (UAAL) (b-a)</b>	<b>Funded Ratio (a/b)</b>	<b>Covered Payroll (c)</b>	<b>UAAL as a Percentage of Covered Payroll ( (b-a) / c )</b>
12/01/14	\$ -	\$ 725,777	\$ 725,777	0.00%	\$ 8,012,961	9.06%
12/01/13	-	809,190	809,190	0.00%	7,794,679	10.38%
12/01/12	-	781,885	781,885	0.00%	7,595,461	10.29%
12/01/11	-	752,866	752,866	0.00%	7,404,731	10.17%
12/01/10	-	639,027	639,027	0.00%	7,391,880	8.64%
12/01/09	-	672,454	672,454	0.00%	7,203,976	9.33%

See accompanying Independent Auditor's Report.

**MCDONOUGH COUNTY, ILLINOIS**

**SCHEDULE OF EMPLOYER CONTRIBUTIONS  
ILLINOIS MUNICIPAL RETIREMENT FUND - COUNTY**

November 30, 2015

---

	<u>2015</u>
Actuarially determined contribution	\$1,019,089
Contributions in relation to the actuarially determined contribution	<u>1,019,089</u>
<b>CONTRIBUTION DEFICIENCY (EXCESS)</b>	<u><u>\$ -</u></u>
Covered-employee payroll	\$8,733,184
Contributions as a percentage of covered-employee payroll	11.67%

Notes to Required Supplementary Information:

The information presented was determined as part of the actuarial valuations as of December 31 of the prior fiscal year. Additional information as of the latest actuarial valuation presented is as follows: the actuarial cost method was entry-age normal; the amortization method was level percent of payroll, closed and the amortization period was 29 years; the asset valuation method was 5-year smoothed market; and the significant actuarial assumptions were an investment rate of return at 7.50% annually, projected salary increases assumption of 4.40% to 16.00% compounded annually and postretirement benefit increases of 3.00% compounded annually.

**MCDONOUGH COUNTY, ILLINOIS**

**SCHEDULE OF EMPLOYER CONTRIBUTIONS  
ILLINOIS MUNICIPAL RETIREMENT FUND - ELECTED COUNTY OFFICIALS**

November 30, 2015

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	<u>2015</u>
Actuarially determined contribution	\$ 13,730
Contributions in relation to the actuarially determined contribution	<u>13,730</u>
<b>CONTRIBUTION DEFICIENCY (EXCESS)</b>	<u><u>\$ -</u></u>
Covered-employee payroll	\$ 57,248
Contributions as a percentage of covered-employee payroll	23.98%

Notes to Required Supplementary Information:

The information presented was determined as part of the actuarial valuations as of December 31 of the prior fiscal year. Additional information as of the latest actuarial valuation presented is as follows: the actuarial cost method was entry-age normal; the amortization method was level percent of payroll, closed and the amortization period was 29 years; the asset valuation method was 5-year smoothed market; and the significant actuarial assumptions were an investment rate of return at 7.50% annually, projected salary increases assumption of 4.40% to 16.00% compounded annually and postretirement benefit increases of 3.00% compounded annually.

**MCDONOUGH COUNTY, ILLINOIS**

**SCHEDULE OF EMPLOYER CONTRIBUTIONS  
SHERIFF'S LAW ENFORCEMENT PERSONNEL**

November 30, 2015

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	<u>2015</u>
Actuarially determined contribution	\$ 168,699
Contributions in relation to the actuarially determined contribution	<u>168,699</u>
<b>CONTRIBUTION DEFICIENCY (EXCESS)</b>	<u><u>\$ -</u></u>
Covered-employee payroll	\$ 843,641
Contributions as a percentage of covered-employee payroll	20.00%

Notes to Required Supplementary Information:

The information presented was determined as part of the actuarial valuations as of December 31 of the prior fiscal year. Additional information as of the latest actuarial valuation presented is as follows: the actuarial cost method was entry-age normal; the amortization method was level percent of payroll, closed and the amortization period was 29 years; the asset valuation method was 5-year smoothed market; and the significant actuarial assumptions were an investment rate of return at 7.50% annually, projected salary increases assumption of 4.40% to 16.00% compounded annually and postretirement benefit increases of 3.00% compounded annually.

**McDONOUGH COUNTY, ILLINOIS**  
**REQUIRED SUPPLEMENTARY INFORMATION**  
**SCHEDULE OF EMPLOYER CONTRIBUTIONS**  
**OTHER POST-EMPLOYMENT BENEFITS PLAN**

November 30, 2015

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<b>Fiscal Year Ending</b>	<b>Employer Contributions</b>	<b>Annual Required Contribution (ARC)</b>	<b>Percentage Contributed</b>
11/30/15	\$ 44,477	\$ 95,702	46.47%
11/30/14	52,311	101,925	51.32%
11/30/13	47,972	104,881	45.74%
11/30/12	50,904	99,395	51.21%
11/30/11	41,560	81,776	50.82%
11/30/10	40,768	84,137	48.45%

See accompanying Independent Auditor's Report.

**MCDONOUGH COUNTY, ILLINOIS**

**SCHEDULE OF CHANGES IN THE EMPLOYER'S  
NET PENSION LIABILITY AND RELATED RATIOS  
ILLINOIS MUNICIPAL RETIREMENT FUND - COUNTY**

November 30, 2015

	<u><b>2015*</b></u>
<b>TOTAL PENSION LIABILITY</b>	
Service cost	\$ 998,046
Interest	3,146,132
Differences between expected and actual experience	(176,675)
Changes of assumptions	1,468,688
Benefit payments, including refunds of member contributions	<u>(1,707,735)</u>
Net change in total pension liability	3,728,456
Total pension liability - beginning	<u>42,277,571</u>
<b>TOTAL PENSION LIABILITY - ENDING</b>	<u><u>\$ 46,006,027</u></u>
<b>PLAN FIDUCIARY NET POSITION</b>	
Contributions - employer	\$ 1,033,873
Contributions - member	442,558
Net investment income	2,616,085
Benefit payments, including refunds of member contributions	(1,707,735)
Other income (expense)	<u>(37,691)</u>
Net change in plan fiduciary net position	2,347,090
Plan fiduciary net position - beginning	<u>40,480,005</u>
<b>PLAN FIDUCIARY NET POSITION - ENDING</b>	<u><u>\$ 42,827,095</u></u>
<b>EMPLOYER'S NET PENSION LIABILITY</b>	<u><u>\$ 3,178,932</u></u>
Plan fiduciary net position as a percentage of the total pension liability	93.09%
Covered-employee payroll	\$ 8,733,184
Employer's net pension liability as a percentage of covered-employee payroll	36.40%

\*IMRF's measurement date is December 31, 2014; therefore information above is presented for the calendar year ended December 31, 2014.

**MCDONOUGH COUNTY, ILLINOIS**

SCHEDULE OF CHANGES IN THE EMPLOYER'S  
NET PENSION LIABILITY AND RELATED RATIOS  
ILLINOIS MUNICIPAL RETIREMENT FUND - ELECTED COUNTY OFFICIALS

November 30, 2015

	<b>2015*</b>
<b>TOTAL PENSION LIABILITY</b>	
Service cost	\$ 16,030
Interest	47,436
Differences between expected and actual experience	(4,634)
Changes of assumptions	1,769
Benefit payments, including refunds of member contributions	(10,211)
Net change in total pension liability	50,390
Total pension liability - beginning	629,422
<b>TOTAL PENSION LIABILITY - ENDING</b>	<b>\$ 679,812</b>
<b>PLAN FIDUCIARY NET POSITION</b>	
Contributions - employer	\$ 16,685
Contributions - member	4,623
Net investment income	43,787
Benefit payments, including refunds of member contributions	(10,211)
Other income (expense)	(129)
Net change in plan fiduciary net position	54,755
Plan fiduciary net position - beginning	670,240
<b>PLAN FIDUCIARY NET POSITION - ENDING</b>	<b>\$ 724,995</b>
<b>EMPLOYER'S NET PENSION (ASSET) LIABILITY</b>	<b>\$ (45,183)</b>
Plan fiduciary net position as a percentage of the total pension liability	106.65%
Covered-employee payroll	\$ 57,248
Employer's net pension asset as a percentage of covered-employee payroll	(78.93%)

\*IMRF's measurement date is December 31, 2014; therefore information above is presented for the calendar year ended December 31, 2014.

**MCDONOUGH COUNTY, ILLINOIS**

SCHEDULE OF CHANGES IN THE EMPLOYER'S  
NET PENSION LIABILITY AND RELATED RATIOS  
SHERIFF'S LAW ENFORCEMENT PERSONNEL

November 30, 2015

	<u>2015*</u>
<b>TOTAL PENSION LIABILITY</b>	
Service cost	\$ 159,068
Interest	534,679
Differences between expected and actual experience	82,984
Changes of assumptions	198,682
Benefit payments, including refunds of member contributions	<u>(433,889)</u>
Net change in total pension liability	541,524
Total pension liability - beginning	<u>7,259,931</u>
<b>TOTAL PENSION LIABILITY - ENDING</b>	<u>\$ 7,801,455</u>
<b>PLAN FIDUCIARY NET POSITION</b>	
Contributions - employer	\$ 179,180
Contributions - member	68,012
Net investment income	429,214
Benefit payments, including refunds of member contributions	(433,889)
Other income (expense)	<u>(2,946)</u>
Net change in plan fiduciary net position	239,571
Plan fiduciary net position - beginning	<u>6,713,399</u>
<b>PLAN FIDUCIARY NET POSITION - ENDING</b>	<u>\$ 6,952,970</u>
<b>EMPLOYER'S NET PENSION LIABILITY</b>	<u>\$ 848,485</u>
Plan fiduciary net position as a percentage of the total pension liability	89.12%
Covered-employee payroll	\$ 843,641
Employer's net pension liability as a percentage of covered-employee payroll	100.57%

\*IMRF's measurement date is December 31, 2014; therefore information above is presented for the calendar year ended December 31, 2014.

**McDONOUGH COUNTY, ILLINOIS**  
**REQUIRED SUPPLEMENTARY INFORMATION**  
**BUDGETARY COMPARISON SCHEDULE - CASH BASIS**  
**GENERAL FUND**  
Year Ended November 30, 2015

	<b>Original Budget</b>	<b>Amended Budget</b>	<b>Actual</b>
<b>REVENUES</b>			
Property taxes	\$ 1,035,711	\$ 1,035,711	\$ 1,049,595
State of Illinois:			
Local use tax	100,000	100,000	104,676
Sales tax	825,000	825,000	818,434
Income tax	630,000	630,000	678,995
Personal property replacement taxes	180,000	180,000	219,556
State grants and expenditure reimbursements	299,861	301,711	226,537
Federal revenue	8,500	8,500	29,517
Fees for services and materials	1,217,502	1,217,502	1,312,391
Investment income	5,000	5,000	2,842
Other	172,900	172,900	215,777
Total revenues	<u>4,474,474</u>	<u>4,476,324</u>	<u>4,658,320</u>
<b>EXPENDITURES</b>			
Current:			
General government	1,498,726	1,528,857	1,390,705
Employee benefits	486,000	486,000	470,078
Public safety	1,344,687	1,344,687	1,285,063
Corrections	403,381	403,381	319,718
Judiciary and court related	1,432,868	1,434,718	1,365,384
Capital outlay	35,500	35,500	5,804
Total expenditures	<u>5,201,162</u>	<u>5,233,143</u>	<u>4,836,752</u>
Excess (deficiency) of revenue over expenditures	<u>(726,688)</u>	<u>(756,819)</u>	<u>(178,432)</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers in	202,000	202,000	204,292
Transfers out	-	-	-
Total other financing sources (uses)	<u>202,000</u>	<u>202,000</u>	<u>204,292</u>
<b>NET CHANGE IN FUND BALANCES</b>	<u>\$ (524,688)</u>	<u>\$ (554,819)</u>	<u>25,860</u>
<b>RECONCILIATION TO MODIFIED ACCRUAL BASIS - NET CHANGE RESULTING FROM RECORDING ACCOUNTS RECEIVABLE, PAYABLE, AND OTHER ACCRUED ITEMS</b>			
			99,477
<b>SHERIFF FUND - SUBFUND ACTIVITY NOT BUDGETED</b>			
			(212)
<b>FUND BALANCES, GAAP BASIS, BEGINNING OF YEAR</b>			
			<u>1,078,548</u>
<b>FUND BALANCES, GAAP BASIS, END OF YEAR</b>			
			<u>\$ 1,203,673</u>

See accompanying Independent Auditor's Report.

**McDONOUGH COUNTY, ILLINOIS**  
**REQUIRED SUPPLEMENTARY INFORMATION**  
**BUDGETARY COMPARISON SCHEDULE - CASH BASIS**  
**ILLINOIS MUNICIPAL RETIREMENT FUND**  
Year Ended November 30, 2015

	<b>Original Budget</b>	<b>Amended Budget</b>	<b>Actual</b>
<b>REVENUES</b>			
Property taxes	\$ 1,190,440	\$ 1,190,440	\$ 1,188,580
Replacement taxes	11,860	11,860	11,861
Investment income	500	500	597
Miscellaneous	2,500	2,500	2,442
Total revenues	1,205,300	1,205,300	1,203,480
<b>EXPENDITURES</b>			
Current:			
Employee benefits	1,155,712	1,155,712	1,034,363
Total expenditures	1,155,712	1,155,712	1,034,363
Excess (deficiency) of revenue over expenditures	49,588	49,588	169,117
Other financing sources (uses)			
Transfers in	60,500	60,500	60,239
Transfers out	(175,000)	(175,000)	(175,000)
Total other financing sources (uses)	(114,500)	(114,500)	(114,761)
<b>NET CHANGE IN FUND BALANCES</b>	<b>\$ (64,912)</b>	<b>\$ (64,912)</b>	54,356
<b>RECONCILIATION TO MODIFIED ACCRUAL BASIS - NET CHANGE RESULTING FROM RECORDING ACCOUNTS RECEIVABLE, PAYABLE, AND OTHER ACCRUED ITEMS</b>			174,253
<b>FUND BALANCES, GAAP BASIS, BEGINNING OF YEAR</b>			367,700
<b>FUND BALANCES, GAAP BASIS, END OF YEAR</b>			<b>\$ 596,309</b>

See accompanying Independent Auditor's Report.

**McDONOUGH COUNTY, ILLINOIS**  
**REQUIRED SUPPLEMENTARY INFORMATION**  
**BUDGETARY COMPARISON SCHEDULE - CASH BASIS**  
**PUBLIC SAFETY SALES TAX FUND**  
Year Ended November 30, 2015

	<u>Original Budget</u>	<u>Amended Budget</u>	<u>Actual</u>
<b>REVENUES</b>			
Sales taxes	\$ 1,200,000	\$ 1,200,000	\$ 1,200,665
State grant and expenditure reimbursements	3,700	3,700	-
Investment income	-	-	926
Other	11,500	16,890	12,079
Total revenues	<u>1,215,200</u>	<u>1,220,590</u>	<u>1,213,670</u>
<b>EXPENDITURES</b>			
Current:			
Employee benefits	408,500	408,500	391,462
Public safety	355,123	337,513	280,873
Corrections	230,297	253,297	244,173
Capital outlay	75,000	75,000	72,399
Total expenditures	<u>1,068,920</u>	<u>1,074,310</u>	<u>988,907</u>
Excess (deficiency) of revenue over expenditures	<u>146,280</u>	<u>146,280</u>	<u>224,763</u>
Other financing sources (uses)			
Transfers out	<u>(215,000)</u>	<u>(215,000)</u>	<u>(215,000)</u>
Total other financing sources (uses)	<u>(215,000)</u>	<u>(215,000)</u>	<u>(215,000)</u>
<b>NET CHANGE IN FUND BALANCES</b>	<u>\$ (68,720)</u>	<u>\$ (68,720)</u>	9,763
<b>RECONCILIATION TO MODIFIED ACCRUAL BASIS - NET CHANGE RESULTING FROM RECORDING ACCOUNTS RECEIVABLE, PAYABLE, AND OTHER ACCRUED ITEMS</b>			(68,613)
<b>FUND BALANCES, GAAP BASIS, BEGINNING OF YEAR</b>			<u>731,448</u>
<b>FUND BALANCES, GAAP BASIS, END OF YEAR</b>			<u>\$ 672,598</u>

See accompanying Independent Auditor's Report.

**McDONOUGH COUNTY, ILLINOIS**  
**REQUIRED SUPPLEMENTARY INFORMATION**  
**BUDGETARY COMPARISON SCHEDULE - CASH BASIS**  
**SOCIAL SECURITY FUND**  
Year Ended November 30, 2015

	<b>Original Budget</b>	<b>Amended Budget</b>	<b>Actual</b>
<b>REVENUES</b>			
Property taxes	\$ 662,008	\$ 662,008	\$ 660,988
Investment income	1,100	1,100	746
Other	3,000	3,000	3,087
Total revenues	666,108	666,108	664,821
<b>EXPENDITURES</b>			
Current:			
Employee benefits	703,567	703,567	664,697
Total expenditures	703,567	703,567	664,697
<b>NET CHANGE IN FUND BALANCES</b>	<b>\$ (37,459)</b>	<b>\$ (37,459)</b>	124
<b>RECONCILIATION TO MODIFIED ACCRUAL BASIS - NET CHANGE RESULTING FROM RECORDING ACCOUNTS RECEIVABLE, PAYABLE, AND OTHER ACCRUED ITEMS</b>			
			-
<b>FUND BALANCES, GAAP BASIS, BEGINNING OF YEAR</b>			854,733
<b>FUND BALANCES, GAAP BASIS, END OF YEAR</b>			<b>\$ 854,857</b>

See accompanying Independent Auditor's Report.

**McDONOUGH COUNTY, ILLINOIS**  
**REQUIRED SUPPLEMENTARY INFORMATION**  
**BUDGETARY COMPARISON SCHEDULE - CASH BASIS**  
**COUNTY HEALTH FUND**  
Year Ended November 30, 2015

	<u>Original Budget</u>	<u>Amended Budget</u>	<u>Actual</u>
<b>REVENUES</b>			
Property taxes	\$ 323,467	\$ 323,467	\$ 322,999
State grant and expenditure reimbursements	62,624	62,624	158,011
Federal revenue	358,052	358,052	232,842
Fees for services and materials	173,675	173,675	183,572
Investment income	-	-	410
Other	1,500	1,500	4,623
	<u>919,318</u>	<u>919,318</u>	<u>902,457</u>
<b>EXPENDITURES</b>			
Current:			
Public health	1,046,013	1,046,013	866,868
Capital outlay	24,000	24,000	12,431
	<u>1,070,013</u>	<u>1,070,013</u>	<u>879,299</u>
Excess (deficiency) of revenue over expenditures	<u>(150,695)</u>	<u>(150,695)</u>	<u>23,158</u>
Other financing sources (uses)			
Transfers in	-	-	18,780
	<u>-</u>	<u>-</u>	<u>18,780</u>
<b>NET CHANGE IN FUND BALANCES</b>	<u><u>\$ (150,695)</u></u>	<u><u>\$ (150,695)</u></u>	41,938
<b>RECONCILIATION TO MODIFIED ACCRUAL BASIS - NET CHANGE RESULTING FROM RECORDING ACCOUNTS RECEIVABLE, PAYABLE, AND OTHER ACCRUED ITEMS</b>			(25,423)
<b>FUND BALANCES, GAAP BASIS, BEGINNING OF YEAR</b>			<u>790,539</u>
<b>FUND BALANCES, GAAP BASIS, END OF YEAR</b>			<u><u>\$ 807,054</u></u>

See accompanying Independent Auditor's Report.

**McDONOUGH COUNTY, ILLINOIS**

**NOTES TO REQUIRED SUPPLEMENTARY INFORMATION**

**NOVEMBER 30, 2015**

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**1. BUDGET AND APPROPRIATIONS**

The County adopts an annual budget and appropriation ordinance in accordance with Chapter 55 of the Illinois Compiled Statutes. The budget covers the fiscal year ending November 30, and is available for public inspection at least fifteen days prior to final adoption. All appropriations cease with the close of the fiscal year. The budget document is prepared for all budgetary funds on the cash basis and includes a statement of the revenues collected and expenditures paid of the immediately preceding fiscal year and a projection of the revenues collected and the proposed itemized appropriations for the ensuing fiscal year. A fiscal year budget was not prepared for the Sheriff sub-fund, the County Farm Fund, and the Transportation Sales Tax Fund.

Once the County budget has been adopted, no further appropriations shall be made during the year except in the event of an immediate emergency, at which time the County Board by a two-thirds vote may make appropriations in excess of those authorized in the budget. Neither the County Board, nor the agent on its behalf, shall have the power to make any contract, or do any act, which will add to the County expenditures in any year above the amount provided in the budget for that fiscal year. Nothing in the statutes shall deprive the Board of the power to provide for and pay from County funds any charge upon the County imposed by law independent of any action of the Board. The level of control (level at which expenditures may not exceed budget) is the fund total, not the individual line items. During the year, it was deemed necessary for the Board to approve several supplementary appropriations.

**2. RECONCILIATION OF BUDGETARY BASIS TO GAAP BASIS**

The budgetary comparison schedules present comparisons of the budget on a cash basis with actual data on the cash basis. Because accounting principles applied for purposes of developing data on a budgetary basis differ from those used to present basic financial statements in conformity with generally accepted accounting principles (GAAP), a reconciliation of resultant basis and timing differences in the excess (deficiency) of revenue over expenditures for the year ended November 30, 2015 is presented on each budgetary comparison schedule in the line item titled "Reconciliation to modified accrual basis - net change resulting from recording accounts receivable, payable, and other accrued items."

**McDONOUGH COUNTY, ILLINOIS**

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION (Continued)

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**3. EXCESS OVER BUDGET**

Generally accepted accounting principles require disclosure of certain information concerning individual funds (which are presented only in combination on the basic financial statements). Funds with overexpended appropriations during the year are required to be disclosed.

The following budgeted funds had an excess of expenditures over appropriations for the year ended November 30, 2015:

	<u>Appropriations</u>	<u>Expenditures</u>
Law Library Fund	19,570	20,573
Drug Enforcement Fund	10,000	59,738
State's Attorney Victim/Witness Fund	23,375	24,260
Economic Development Revolving Loan Fund	47,250	53,765
USDA Solid Waste Fund	-	10
Insurance Reserve Fund	-	3,289

**COMBINING AND INDIVIDUAL FUND  
STATEMENTS AND SCHEDULES**

**McDONOUGH COUNTY, ILLINOIS**  
**COMBINING BALANCE SHEET - BY SUBFUND**  
**GENERAL FUND**  
November 30, 2015

	<b>General Corporate</b>	<b>Sheriff</b>	<b>Total General Fund</b>
<b>ASSETS</b>			
Cash and Cash equivalents	\$ 789,361	\$ 15,501	\$ 804,862
Receivables, net:			
State of Illinois	470,772	-	470,772
Property taxes	1,045,950	-	1,045,950
Other	20,375	-	20,375
Due from other funds	40,186	(3,066)	37,120
Inventories	12,565	-	12,565
<b>TOTAL ASSETS</b>	<b>\$ 2,379,209</b>	<b>\$ 12,435</b>	<b>\$ 2,391,644</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>			
<b>LIABILITIES</b>			
Accounts payable	\$ 45,762	\$ -	\$ 45,762
Due to others	-	309	309
Due to other funds	5,269	-	5,269
Advances from other funds	90,681	-	90,681
Total liabilities	141,712	309	142,021
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Unavailable property taxes	1,045,950	-	1,045,950
Total deferred inflows of resources	1,045,950	-	1,045,950
 Total liabilities and deferred inflows of resources	 1,187,662	 309	 1,187,971
<b>FUND BALANCES</b>			
Nonspendable - inventories	12,565	-	12,565
Restricted for public safety	-	12,126	12,126
Unrestricted:			
Unassigned	1,178,982	-	1,178,982
 Total fund balances	 1,191,547	 12,126	 1,203,673
<b>TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>	<b>\$ 2,379,209</b>	<b>\$ 12,435</b>	<b>\$ 2,391,644</b>

See accompanying Independent Auditor's Report.

**McDONOUGH COUNTY, ILLINOIS**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES,**  
**AND CHANGES IN FUND BALANCES - BY SUBFUND**  
**GENERAL FUND**  
Year Ended November 30, 2015

	<b>General Corporate</b>	<b>Sheriff</b>	<b>Total General Fund</b>
<b>REVENUES</b>			
Property taxes	\$ 1,049,595	\$ -	\$ 1,049,595
State of Illinois:			
Local use tax	140,326	-	140,326
Sales tax	796,067	-	796,067
Income tax	685,812	-	685,812
Personal property replacement taxes	219,556	-	219,556
State grants and expenditure reimbursements	320,174	465	320,639
Federal revenue	13,522	-	13,522
Fees for services and materials	1,334,731	50,386	1,385,117
Investment income	2,841	4	2,845
Other	218,190	-	218,190
Total revenues	<u>4,780,814</u>	<u>50,855</u>	<u>4,831,669</u>
<b>EXPENDITURES</b>			
Current:			
General government	1,513,593	-	1,513,593
Public safety	1,466,754	9,620	1,476,374
Corrections	319,090	-	319,090
Judiciary and court related	1,544,884	-	1,544,884
Capital outlay	4,448	-	4,448
Total expenditures	<u>4,848,769</u>	<u>9,620</u>	<u>4,858,389</u>
Excess (deficiency) of revenue over expenditures	<u>(67,955)</u>	<u>41,235</u>	<u>(26,720)</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers in	<u>193,292</u>	<u>(41,447)</u>	<u>151,845</u>
Total other financing sources (uses)	<u>193,292</u>	<u>(41,447)</u>	<u>151,845</u>
<b>NET CHANGE IN FUND BALANCES</b>	125,337	(212)	125,125
<b>FUND BALANCES, BEGINNING OF YEAR</b>	<u>1,066,210</u>	<u>12,338</u>	<u>1,078,548</u>
<b>FUND BALANCES, END OF YEAR</b>	<u>\$ 1,191,547</u>	<u>\$ 12,126</u>	<u>\$ 1,203,673</u>

See accompanying Independent Auditor's Report.

**McDONOUGH COUNTY, ILLINOIS**  
**SCHEDULE OF CERTAIN REVENUE ITEMS**  
**GENERAL FUND**  
Year Ended November 30, 2015

**FEES FOR SERVICES AND MATERIALS**

General Corporate:

Vending machines	\$ 4
Maintenance salary reimbursement	53,012
County Clerk fees	315,033
Circuit Clerk fines	763,443
Circuit Clerk fees	194,238
Industry police protection	8,615
Sheriff - interstate transfer fee	386
Total	1,334,731

Sheriff:

Process dockets	5,591
Foreign service	3,720
Transportation and boarding of prisoners	391
Board bill - work release	7,052
Warrants	8,939
Other	24,693
Total	50,386

**TOTAL FEES FOR SERVICES AND MATERIALS** \$ 1,385,117

**OTHER**

General Corporate:

Tax penalties, interest, and costs	\$ 83,505
TIF surplus	14,896
Landfill host fees	58,714
Insight franchise fees	20,973
Miscellaneous	29,211
Reimburse telephone - other funds	10,891
	10,891

**TOTAL OTHER** \$ 218,190

See accompanying Independent Auditor's Report.

**McDONOUGH COUNTY, ILLINOIS**  
**SCHEDULE OF APPROPRIATIONS AND EXPENDITURES - CASH BASIS**  
**GENERAL FUND**  
Year Ended November 30, 2015

	<u>Original</u> <u>Appropriations</u>	<u>Amended</u> <u>Appropriations</u>	<u>Expenditures</u> <u>Paid</u>
<b>GENERAL GOVERNMENT</b>			
County Board:			
Members per diem	\$ 52,000	\$ 52,000	\$ 50,001
Mileage	10,000	10,000	9,400
Administrative assistant	12,920	12,920	12,919
Office supplies	2,830	2,830	2,064
County dues	2,550	2,550	2,345
Other	3,200	3,200	1,894
	<u>83,500</u>	<u>83,500</u>	<u>78,623</u>
County Treasurer:			
Salary	51,677	51,677	51,677
Deputy clerk salaries	60,502	60,502	46,327
Office supplies and expense	10,939	10,939	7,150
	<u>123,118</u>	<u>123,118</u>	<u>105,154</u>
County Clerk:			
Salary	51,677	51,677	51,677
Deputy clerk salaries	117,951	117,951	117,788
Office supplies and expense	1,000	1,000	993
Recording births and deaths	650	650	538
	<u>171,278</u>	<u>171,278</u>	<u>170,996</u>
Microfilming Department:			
Salary	27,920	27,920	27,918
Supplies	2,450	2,450	1,996
	<u>30,370</u>	<u>30,370</u>	<u>29,914</u>
Elections:			
Building and equipment rental	880	2,640	2,640
Judges	18,900	33,440	33,435
Election supplies	25,000	25,000	24,818
Printing and publications of ballots	600	606	606
Computer equipment	23,000	45,000	44,904
Deputy clerk salaries	29,000	29,000	28,538
	<u>97,380</u>	<u>135,686</u>	<u>134,941</u>

(Continued)

See accompanying Independent Auditor's Report.

**McDONOUGH COUNTY, ILLINOIS**  
**SCHEDULE OF APPROPRIATIONS AND EXPENDITURES - CASH BASIS**  
**GENERAL FUND**  
Year Ended November 30, 2015

<b>GENERAL GOVERNMENT (Continued)</b>	<b>Original Appropriations</b>	<b>Amended Appropriations</b>	<b>Expenditures Paid</b>
<b>Supervisor of Assessments:</b>			
Salary - Supervisor	\$ 51,676	\$ 51,676	\$ 51,676
Deputy clerk salaries	87,825	87,825	87,801
Office supplies	4,000	4,000	2,881
Mileage, education, and dues	8,000	8,000	6,191
Publications	10,365	10,365	8,803
	<u>161,866</u>	<u>161,866</u>	<u>157,352</u>
<b>Board of Review:</b>			
Salaries	14,633	14,633	14,634
Appraisals and administration	1,000	1,000	-
Mileage, supplies, and meetings	766	766	-
	<u>16,399</u>	<u>16,399</u>	<u>14,634</u>
<b>Building and Grounds:</b>			
Maintenance supervisor salary	69,659	69,659	69,659
Salaries - maintenance personnel	57,414	57,414	57,352
Building supplies	12,000	12,000	9,571
Contractual	28,000	28,000	24,426
Janitorial supplies	6,000	6,000	3,434
Reimbursement expense	3,900	3,900	3,900
Telephone and phone repairs	52,500	64,500	58,849
Utilities	60,000	60,000	54,939
Call out pay	3,000	3,000	1,485
	<u>292,473</u>	<u>304,473</u>	<u>283,615</u>
<b>Network Administrator</b>			
Salary	35,700	35,700	35,700
Supplies	1,000	1,000	757
Miscellaneous	1,000	1,000	-
	<u>37,700</u>	<u>37,700</u>	<u>36,457</u>

(Continued)

See accompanying Independent Auditor's Report.

**McDONOUGH COUNTY, ILLINOIS**  
**SCHEDULE OF APPROPRIATIONS AND EXPENDITURES - CASH BASIS**  
**GENERAL FUND**  
Year Ended November 30, 2015

	<u>Original Appropriations</u>	<u>Amended Appropriations</u>	<u>Expenditures Paid</u>
<b>GENERAL GOVERNMENT (Continued)</b>			
Regional Office of Superintendent of Educational Service:			
Allocated portion of joint cost	\$ 60,342	\$ 90,473	\$ 90,472
Contingency	100,000	44,409	-
	<u>160,342</u>	<u>134,882</u>	<u>90,472</u>
Other:			
Surety bonds	3,500	3,500	744
W.I.R.C. dues	3,600	3,885	3,885
Postage	50,000	50,000	45,008
Preparation of budget	1,000	1,000	-
Revenue stamps	85,000	85,000	85,000
Training and education	8,100	8,100	4,275
Computer service	65,000	65,000	43,376
Audits	91,100	91,100	91,100
MAIDCO	5,000	10,000	10,000
Accounting and consulting services	12,000	12,000	5,159
	<u>324,300</u>	<u>329,585</u>	<u>288,547</u>
 Total General Government	 <u>1,498,726</u>	 <u>1,528,857</u>	 <u>1,390,705</u>
 <b>EMPLOYEE BENEFITS</b>	 <u>486,000</u>	 <u>486,000</u>	 <u>470,078</u>
 <b>PUBLIC SAFETY</b>			
Police Protection - Sheriff:			
Sheriff salary	76,242	76,242	76,242
Deputies, Dispatchers, and Jailers' salaries	892,373	899,873	901,038
Deputy pay - call-out, court	7,500	7,500	5,258
Deputy and Jailer overtime	99,500	83,220	72,541
Courthouse security salaries	87,969	96,749	96,873
Courthouse security overtime	10,500	10,500	5,802
Courthouse security - Bailiff's	3,000	4,320	4,320
Courthouse security equipment	2,500	2,935	2,933
Courthouse security uniforms	2,000	2,000	1,046
Office supplies	12,000	12,000	6,714
Radio repair and maintenance	22,000	22,000	16,047
Miscellaneous	24,848	23,093	18,340
Monthly access fee	7,500	7,500	7,257
	<u>1,247,932</u>	<u>1,247,932</u>	<u>1,214,411</u>

(Continued)

See accompanying Independent Auditor's Report.

**McDONOUGH COUNTY, ILLINOIS**  
**SCHEDULE OF APPROPRIATIONS AND EXPENDITURES - CASH BASIS**  
**GENERAL FUND**  
Year Ended November 30, 2015

	<u>Original</u> <u>Appropriations</u>	<u>Amended</u> <u>Appropriations</u>	<u>Expenditures</u> <u>Paid</u>
<b>PUBLIC SAFETY (Continued)</b>			
Civil Defense:			
Director salary	\$ 16,280	\$ 16,280	\$ 16,280
Part time secretary	250	250	-
Travel	2,000	2,000	508
Local emergency planning	1,500	1,500	-
Office supplies	2,095	2,095	1,051
Equipment and contractual	5,400	5,400	1,499
	<u>27,525</u>	<u>27,525</u>	<u>19,338</u>
Coroner:			
Salary	30,272	30,272	30,269
Office supplies and education	4,500	4,500	3,390
Transportation	7,100	7,100	2,489
Professional services	10,675	10,675	4,720
Medical and contractual	7,568	7,568	5,052
Coroner's grant expense	4,315	4,315	594
Reimbursable expense	4,800	4,800	4,800
	<u>69,230</u>	<u>69,230</u>	<u>51,314</u>
Total Public Safety	<u>1,344,687</u>	<u>1,344,687</u>	<u>1,285,063</u>
<b>CORRECTIONS</b>			
Juvenile Probation Officer:			
Child Care	<u>130,000</u>	<u>130,000</u>	<u>50,837</u>
Adult Probation Officer:			
County share of joint cost	<u>267,881</u>	<u>267,881</u>	<u>267,881</u>
Drug Court:			
Claims	<u>5,500</u>	<u>5,500</u>	<u>1,000</u>
Total Corrections	<u>403,381</u>	<u>403,381</u>	<u>319,718</u>

(Continued)

See accompanying Independent Auditor's Report.

**McDONOUGH COUNTY, ILLINOIS**  
**SCHEDULE OF APPROPRIATIONS AND EXPENDITURES - CASH BASIS**  
**GENERAL FUND**  
Year Ended November 30, 2015

	<u>Original</u> <u>Appropriations</u>	<u>Amended</u> <u>Appropriations</u>	<u>Expenditures</u> <u>Paid</u>
<b>JUDICIARY AND COURT RELATED</b>			
State's Attorney:			
Salary	\$ 166,508	\$ 166,508	\$ 166,508
Assistants	131,784	131,784	125,836
Collection Specialist salary	24,831	24,831	20,000
Secretary salaries	90,530	90,530	90,528
Grant victim/witness salaries	1,500	1,500	-
Investigator	17,381	17,381	17,380
Witness fees	2,500	2,500	685
Office supplies and maintenance	10,000	10,000	8,979
Appellate Prosecutor	12,000	12,000	12,000
Court ordered medical	5,000	5,000	1,612
	<u>462,034</u>	<u>462,034</u>	<u>443,528</u>
Courts:			
Circuit and Associated Judges' salary	1,500	1,500	1,467
County share Chief Judge	4,305	4,305	4,303
Office supplies and expense	9,000	12,000	10,964
Administrative secretary	27,316	27,316	27,316
Court appointed attorneys	133,000	130,000	114,776
Court appointed transcripts/fees	4,000	4,000	3,055
Jury certificates	-	-	26
Child protection data court project	-	1,850	1,792
Translator	1,000	1,000	419
	<u>180,121</u>	<u>181,971</u>	<u>164,118</u>
Public Defender:			
Public Defender	166,508	166,508	166,508
Office Manager	40,606	40,606	40,606
Secretary	13,670	13,670	13,189
Assistant PD 1	84,457	84,457	84,457
Assistant PD 2	58,538	58,538	58,538
Court ordered medical	17,250	17,250	3,571
Office supplies and expense	10,000	10,000	8,258
	<u>391,029</u>	<u>391,029</u>	<u>375,127</u>
			(Continued)

See accompanying Independent Auditor's Report.

**McDONOUGH COUNTY, ILLINOIS**  
**SCHEDULE OF APPROPRIATIONS AND EXPENDITURES - CASH BASIS**  
**GENERAL FUND**  
Year Ended November 30, 2015

	<u>Original</u> <u>Appropriations</u>	<u>Amended</u> <u>Appropriations</u>	<u>Expenditures</u> <u>Paid</u>
<b>JUDICIARY AND COURT RELATED (Continued)</b>			
Circuit Clerk:			
Salary	\$ 51,677	\$ 51,677	\$ 51,677
Deputy clerk salaries	315,113	315,113	308,804
Jury certifiicates	20,000	20,000	12,697
Jury commissioner	9,044	9,044	9,044
Jury meals and lodging	650	650	389
Operating/admin fund expense	3,000	3,000	-
Jury supplies	200	200	-
	<u>399,684</u>	<u>399,684</u>	<u>382,611</u>
 Total Judiciary and Court Related	 <u>1,432,868</u>	 <u>1,434,718</u>	 <u>1,365,384</u>
 <b>CAPITAL OUTLAY</b>			
Office Improvements	10,000	10,000	-
Equipment purchases	20,000	20,000	1,614
Computer purchases	5,500	5,500	4,190
	<u>35,500</u>	<u>35,500</u>	<u>5,804</u>
 Total capital outlay	 <u>35,500</u>	 <u>35,500</u>	 <u>5,804</u>
 <b>TOTAL GENERAL FUND</b>	 <u><u>\$ 5,201,162</u></u>	 <u><u>\$ 5,233,143</u></u>	 <u><u>\$ 4,836,752</u></u> (Concluded)

See accompanying Independent Auditor's Report.

McDONOUGH COUNTY, ILLINOIS  
 COMBINING BALANCE SHEET  
 NONMAJOR GOVERNMENTAL FUNDS  
 November 30, 2015

	Special Revenue Funds	Debt Service	Capital Projects		Permanent	Total Nonmajor Governmental Funds
		Insurance Bond Funds	Equipment Replacement Funds	Capital Improvement & Equipment Fund	County Farm Fund	
<b>ASSETS</b>						
Cash and cash equivalents	\$ 3,258,710	\$ 51	\$ 357,230	\$ 7,851	\$ 59,922	\$ 3,683,764
Investments	1,208,272	-	-	-	43,689	1,251,961
Receivables, net:						
State of Illinois	352,324	-	-	-	-	352,324
Property taxes	1,726,921	-	-	-	-	1,726,921
Other	40,844	-	-	-	-	40,844
Due from other funds	349,635	-	41,908	2,700	-	394,243
Due from component unit	17,138	-	-	-	-	17,138
Prepaid items	179,662	-	-	-	-	179,662
<b>TOTAL ASSETS</b>	<b>\$ 7,133,506</b>	<b>\$ 51</b>	<b>\$ 399,138</b>	<b>\$ 10,551</b>	<b>\$ 103,611</b>	<b>\$ 7,646,857</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>						
Liabilities:						
Accounts payable	\$ 68,569	\$ -	\$ -	\$ -	\$ -	\$ 68,569
Due to others	-	-	-	-	43,689	43,689
Unearned revenue	35,843	-	-	-	-	35,843
Due to other funds	50,438	-	-	-	-	50,438
Total liabilities	154,850	-	-	-	43,689	198,539
Deferred inflows of resources						
Unavailable property taxes	1,726,921	-	-	-	-	1,726,921
Total deferred inflows of resources	1,726,921	-	-	-	-	1,726,921
Total liabilities and deferred inflows of resources	1,881,771	-	-	-	43,689	1,925,460
Fund balances:						
Nonspendable - prepaids	179,662	-	-	-	-	179,662
Restricted for highways and streets	1,320,850	-	-	-	-	1,320,850
Restricted for public safety	76,595	-	-	-	-	76,595
Restricted for economic development	52,401	-	-	-	-	52,401
Restricted for health and welfare	739,820	-	-	-	59,922	799,742
Restricted for specific purpose	1,852,083	-	-	-	-	1,852,083
Unrestricted						
Committed for highways and streets	324,950	-	-	-	-	324,950
Assigned for highways and streets	555,185	-	-	-	-	555,185
Assigned for public safety	170	-	-	-	-	170
Assigned for economic development	43	-	-	-	-	43
Assigned for health and welfare	21,751	-	-	-	-	21,751
Assigned for specific purpose	128,225	51	399,138	10,551	-	537,965
Total fund balances	5,251,735	51	399,138	10,551	59,922	5,721,397
<b>TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>	<b>\$ 7,133,506</b>	<b>\$ 51</b>	<b>\$ 399,138</b>	<b>\$ 10,551</b>	<b>\$ 103,611</b>	<b>\$ 7,646,857</b>

See accompanying Independent Auditor's Report.

**McDONOUGH COUNTY, ILLINOIS**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES**  
**NONMAJOR GOVERNMENTAL FUNDS**  
For the Year Ended November 30, 2015

	<b>Special Revenue Funds</b>	<b>Debt Service Fund  Insurance Bond Funds</b>	<b>Capital Projects Funds</b>		<b>Permanent  County Farm Fund</b>	<b>Total Nonmajor Governmental Funds</b>
			<b>Equipment Replacement Funds</b>	<b>Capital Improvement &amp; Equipment Fund</b>		
<b>REVENUE</b>						
Property taxes	\$ 1,715,805	\$ -	\$ -	\$ -	\$ -	\$ 1,715,805
State of Illinois:						
Sales tax	232,249	-	-	-	-	232,249
Motor fuel tax allotments	390,009	-	-	-	-	390,009
State grants and expenditure reimbursements	465,563	-	-	-	-	465,563
Federal revenue	142,270	-	-	-	-	142,270
Fees for services and materials	899,969	-	-	-	-	899,969
Investment income	14,854	-	499	4	419	15,776
Other	452,586	-	42,439	-	50,000	545,025
Total revenues	<u>4,313,305</u>	<u>-</u>	<u>42,938</u>	<u>4</u>	<u>50,419</u>	<u>4,406,666</u>
<b>EXPENDITURES</b>						
Current:						
General government	347,027	-	-	-	3,674	350,701
Public safety	49,125	-	-	-	-	49,125
Corrections	278,406	-	-	-	-	278,406
Judiciary and court related	484,034	-	-	-	-	484,034
Public health	528,929	-	-	-	39,400	568,329
Public welfare	188,064	-	-	-	-	188,064
Transportation	1,658,031	-	-	-	-	1,658,031
Capital outlay	24,832	-	37,680	-	-	62,512
Total expenditures	<u>3,558,448</u>	<u>-</u>	<u>37,680</u>	<u>-</u>	<u>43,074</u>	<u>3,639,202</u>
Excess (deficiency) of revenues over expenditures	<u>754,857</u>	<u>-</u>	<u>5,258</u>	<u>4</u>	<u>7,345</u>	<u>767,464</u>
<b>OTHER FINANCING SOURCES (USES)</b>						
Transfers in	294,327	-	72,401	-	-	366,728
Transfers out	<u>(380,993)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(32,891)</u>	<u>(413,884)</u>
Total other financing sources (uses)	<u>(86,666)</u>	<u>-</u>	<u>72,401</u>	<u>-</u>	<u>(32,891)</u>	<u>(47,156)</u>
<b>NET CHANGE IN FUND BALANCES</b>	668,191	-	77,659	4	(25,546)	720,308
<b>FUND BALANCES, BEGINNING OF YEAR</b>	<u>4,583,544</u>	<u>51</u>	<u>321,479</u>	<u>10,547</u>	<u>85,468</u>	<u>5,001,089</u>
<b>FUND BALANCES, END OF YEAR</b>	<u>\$ 5,251,735</u>	<u>\$ 51</u>	<u>\$ 399,138</u>	<u>\$ 10,551</u>	<u>\$ 59,922</u>	<u>\$ 5,721,397</u>

See accompanying Independent Auditor's Report.

McDONOUGH COUNTY, ILLINOIS  
 COMBINING BALANCE SHEET  
 NONMAJOR SPECIAL REVENUE FUNDS  
 November 30, 2015

	County Highway Fund	County Motor Fuel Fund	County Aid to Bridges Fund	Federal Aid Matching Fund	Engineering Revolving Fund	Tuberculosis Fund	Veterans' Assistance Fund
<b>ASSETS</b>							
Cash and cash equivalents	\$ 541,169	\$ 245,593	\$ 353,514	\$ 381,341	\$ 64,719	\$ 88,950	\$ 149,769
Investments	-	-	100,000	-	100,000	-	-
Receivables, net:							
State of Illinois	-	176,248	-	20,543	-	-	-
Property taxes	287,803	-	157,731	197,062	-	25,578	61,895
Other	-	-	-	-	-	-	-
Due from other funds	125,724	-	-	-	160,536	-	-
Due from component unit	17,138	-	-	-	-	-	-
Prepaid items	-	-	-	-	-	-	-
<b>TOTAL ASSETS</b>	<b>\$ 971,834</b>	<b>\$ 421,841</b>	<b>\$ 611,245</b>	<b>\$ 598,946</b>	<b>\$ 325,255</b>	<b>\$ 114,528</b>	<b>\$ 211,664</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>							
Liabilities:							
Accounts payable	\$ 26,137	\$ 8,547	\$ 4,396	\$ -	\$ 305	\$ -	\$ 2,057
Unearned revenue	-	-	-	-	-	-	-
Due to other funds	-	-	46,155	-	-	1,158	-
Total liabilities	<u>26,137</u>	<u>8,547</u>	<u>50,551</u>	<u>-</u>	<u>305</u>	<u>1,158</u>	<u>2,057</u>
Deferred inflows of resources							
Unavailable property taxes	287,803	-	157,731	197,062	-	25,578	61,895
Total deferred inflows of resources	<u>287,803</u>	<u>-</u>	<u>157,731</u>	<u>197,062</u>	<u>-</u>	<u>25,578</u>	<u>61,895</u>
Total liabilities and deferred inflows of resources	<u>313,940</u>	<u>8,547</u>	<u>208,282</u>	<u>197,062</u>	<u>305</u>	<u>26,736</u>	<u>63,952</u>
Fund balances:							
Nonspendable - prepaids	-	-	-	-	-	-	-
Restricted for highways and streets	351,081	413,294	155,463	401,012	-	-	-
Restricted for public safety	-	-	-	-	-	-	-
Restricted for economic development	-	-	-	-	-	-	-
Restricted for health and welfare	-	-	-	-	-	87,651	146,880
Restricted for specific purpose	-	-	-	-	-	-	-
Unrestricted							
Committed for highways and streets	-	-	-	-	324,950	-	-
Assigned for highways and streets	306,813	-	247,500	872	-	-	-
Assigned for public safety	-	-	-	-	-	-	-
Assigned for economic development	-	-	-	-	-	-	-
Assigned for health and welfare	-	-	-	-	-	141	832
Assigned for specific purpose	-	-	-	-	-	-	-
Total fund balances	<u>657,894</u>	<u>413,294</u>	<u>402,963</u>	<u>401,884</u>	<u>324,950</u>	<u>87,792</u>	<u>147,712</u>
<b>TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE</b>	<b>\$ 971,834</b>	<b>\$ 421,841</b>	<b>\$ 611,245</b>	<b>\$ 598,946</b>	<b>\$ 325,255</b>	<b>\$ 114,528</b>	<b>\$ 211,664</b>

(Continued)

McDONOUGH COUNTY, ILLINOIS  
 COMBINING BALANCE SHEET  
 NONMAJOR SPECIAL REVENUE FUNDS  
 November 30, 2015

	Building Rental Fund	Cooperative Extension Fund	Animal Control Fund	Mental Health Fund	Law Library Fund	Recorder Automation Fund	Court Automation Fund
<b>ASSETS</b>							
Cash and cash equivalents	\$ -	\$ -	\$ 183,923	\$ 78,760	\$ 20,103	\$ 54,764	\$ 130,180
Investments	-	-	-	-	-	-	-
Receivables, net:							
State of Illinois	-	-	-	-	-	-	-
Property taxes	350,000	174,260	-	393,592	-	-	-
Other	-	-	28,432	-	-	-	-
Due from other funds	-	-	-	-	-	2,054	-
Due from component unit	-	-	-	-	-	-	-
Prepaid items	-	-	-	179,662	-	-	-
<b>TOTAL ASSETS</b>	<b>\$ 350,000</b>	<b>\$ 174,260</b>	<b>\$ 212,355</b>	<b>\$ 652,014</b>	<b>\$ 20,103</b>	<b>\$ 56,818</b>	<b>\$ 130,180</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>							
Liabilities:							
Accounts payable	\$ -	\$ -	\$ 1,727	\$ -	\$ -	\$ 531	\$ -
Unearned revenue	-	-	-	-	-	-	-
Due to other funds	-	-	-	-	-	-	-
Total liabilities	-	-	1,727	-	-	531	-
Deferred inflows of resources							
Unavailable property taxes	350,000	174,260	-	393,592	-	-	-
Total deferred inflows of resources	350,000	174,260	-	393,592	-	-	-
Total liabilities and deferred inflows of resources	350,000	174,260	1,727	393,592	-	531	-
Fund balances:							
Nonspendable - prepaids	-	-	-	179,662	-	-	-
Restricted for highways and streets	-	-	-	-	-	-	-
Restricted for public safety	-	-	-	-	-	-	-
Restricted for economic development	-	-	-	-	-	-	-
Restricted for health and welfare	-	-	208,024	78,393	-	-	-
Restricted for specific purpose	-	-	-	-	20,032	56,137	129,996
Unrestricted							
Committed for highways and streets	-	-	-	-	-	-	-
Assigned for highways and streets	-	-	-	-	-	-	-
Assigned for public safety	-	-	-	-	-	-	-
Assigned for economic development	-	-	-	-	-	-	-
Assigned for health and welfare	-	-	2,604	367	-	-	-
Assigned for specific purpose	-	-	-	-	71	150	184
Total fund balances	-	-	210,628	258,422	20,103	56,287	130,180
<b>TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE</b>	<b>\$ 350,000</b>	<b>\$ 174,260</b>	<b>\$ 212,355</b>	<b>\$ 652,014</b>	<b>\$ 20,103</b>	<b>\$ 56,818</b>	<b>\$ 130,180</b>

(Continued)

McDONOUGH COUNTY, ILLINOIS  
 COMBINING BALANCE SHEET  
 NONMAJOR SPECIAL REVENUE FUNDS  
 November 30, 2015

	Vital Records Automation Fund	Drug Enforcement Fund	Senior Citizens' Transportation Fund	Support Processing Fund	State's Attorney Victim/Witness Fund	Treasurer's Automation Fund	Document Storage Fund
<b>ASSETS</b>							
Cash and cash equivalents	\$ 28,139	\$ 47,269	\$ 104,250	\$ 26,611	\$ 539	\$ 45,082	\$ 112,073
Investments	-	-	-	-	-	-	-
Receivables, net:							
State of Illinois	-	-	-	-	13,000	-	-
Property taxes	-	-	42,000	-	-	-	-
Other	-	-	-	-	-	-	-
Due from other funds	456	-	-	-	3,006	-	-
Due from component unit	-	-	-	-	-	-	-
Prepaid items	-	-	-	-	-	-	-
<b>TOTAL ASSETS</b>	<b>\$ 28,595</b>	<b>\$ 47,269</b>	<b>\$ 146,250</b>	<b>\$ 26,611</b>	<b>\$ 16,545</b>	<b>\$ 45,082</b>	<b>\$ 112,073</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>							
Liabilities:							
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 5,487
Unearned revenue	-	-	-	-	-	-	-
Due to other funds	-	-	-	-	3,125	-	-
Total liabilities	-	-	-	-	3,125	-	5,487
Deferred inflows of resources							
Unavailable property taxes	-	-	42,000	-	-	-	-
Total deferred inflows of resources	-	-	42,000	-	-	-	-
Total liabilities and deferred inflows of resources	-	-	42,000	-	3,125	-	5,487
Fund balances:							
Nonspendable - prepaids	-	-	-	-	-	-	-
Restricted for highways and streets	-	-	-	-	-	-	-
Restricted for public safety	-	47,162	-	-	-	-	-
Restricted for economic development	-	-	-	-	-	-	-
Restricted for health and welfare	-	-	4,838	-	-	-	-
Restricted for specific purpose	28,522	-	-	26,611	13,403	44,953	106,307
Unrestricted							
Committed for highways and streets	-	-	-	-	-	-	-
Assigned for highways and streets	-	-	-	-	-	-	-
Assigned for public safety	-	107	-	-	-	-	-
Assigned for economic development	-	-	-	-	-	-	-
Assigned for health and welfare	-	-	-	-	-	-	-
Assigned for specific purpose	73	-	99,412	-	17	129	279
Total fund balances	28,595	47,269	104,250	26,611	13,420	45,082	106,586
<b>TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE</b>	<b>\$ 28,595</b>	<b>\$ 47,269</b>	<b>\$ 146,250</b>	<b>\$ 26,611</b>	<b>\$ 16,545</b>	<b>\$ 45,082</b>	<b>\$ 112,073</b>

(Continued)

McDONOUGH COUNTY, ILLINOIS  
 COMBINING BALANCE SHEET  
 NONMAJOR SPECIAL REVENUE FUNDS  
 November 30, 2015

	County Waste Management Fund	Economic Development Revolving Loan Fund	Court System Maintenance Fund	Arrestees' Medical Cost Fund	Sheriff's DUI Equipment Fund	State's Attorney Drug Enforcement Fund	GIS Fee Fund
<b>ASSETS</b>							
Cash and cash equivalents	\$ 96,241	\$ -	\$ 41,015	\$ 6,589	\$ 13,091	\$ 11,734	\$ 39,515
Investments	-	-	-	-	-	-	-
Receivables, net:							
State of Illinois	-	-	-	-	-	-	-
Property taxes	-	37,000	-	-	-	-	-
Other	9,728	-	-	-	552	-	-
Due from other funds	-	-	-	-	-	-	5,397
Due from component unit	-	-	-	-	-	-	-
Prepaid items	-	-	-	-	-	-	-
<b>TOTAL ASSETS</b>	<b>\$ 105,969</b>	<b>\$ 37,000</b>	<b>\$ 41,015</b>	<b>\$ 6,589</b>	<b>\$ 13,643</b>	<b>\$ 11,734</b>	<b>\$ 44,912</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>							
Liabilities:							
Accounts payable	\$ 6,472	\$ -	\$ -	\$ 2,470	\$ -	\$ -	\$ 7,675
Unearned revenue	-	-	-	-	-	-	-
Due to other funds	-	-	-	-	-	-	-
Total liabilities	<u>6,472</u>	<u>-</u>	<u>-</u>	<u>2,470</u>	<u>-</u>	<u>-</u>	<u>7,675</u>
Deferred inflows of resources							
Unavailable property taxes	-	37,000	-	-	-	-	-
Total deferred inflows of resources	<u>-</u>	<u>37,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities and deferred inflows of resources	<u>6,472</u>	<u>37,000</u>	<u>-</u>	<u>2,470</u>	<u>-</u>	<u>-</u>	<u>7,675</u>
Fund balances:							
Nonspendable - prepaids	-	-	-	-	-	-	-
Restricted for highways and streets	-	-	-	-	-	-	-
Restricted for public safety	-	-	-	4,106	13,643	11,684	-
Restricted for economic development	-	-	-	-	-	-	37,237
Restricted for health and welfare	99,269	-	-	-	-	-	-
Restricted for specific purpose	-	-	40,663	-	-	-	-
Unrestricted							
Committed for highways and streets	-	-	-	-	-	-	-
Assigned for highways and streets	-	-	-	-	-	-	-
Assigned for public safety	-	-	-	13	-	50	-
Assigned for economic development	-	-	-	-	-	-	-
Assigned for health and welfare	228	-	-	-	-	-	-
Assigned for specific purpose	-	-	352	-	-	-	-
Total fund balances	<u>99,497</u>	<u>-</u>	<u>41,015</u>	<u>4,119</u>	<u>13,643</u>	<u>11,734</u>	<u>37,237</u>
<b>TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE</b>	<b>\$ 105,969</b>	<b>\$ 37,000</b>	<b>\$ 41,015</b>	<b>\$ 6,589</b>	<b>\$ 13,643</b>	<b>\$ 11,734</b>	<b>\$ 44,912</b>

(Continued)

McDONOUGH COUNTY, ILLINOIS  
 COMBINING BALANCE SHEET  
 NONMAJOR SPECIAL REVENUE FUNDS  
 November 30, 2015

	County Clerk GIS Fee Fund	State's Attorney Child Advocacy Fund	USDA Solid Waste Fund	Animal Control Memorial Fund	Animal Pet Population Fund	Insurance Reserve Fund	Child Advocacy Fund
<b>ASSETS</b>							
Cash and cash equivalents	\$ 14,950	\$ 79,688	\$ 100	\$ 49,001	\$ 83,508	\$ 15,335	\$ 21,593
Investments	-	-	-	-	-	1,008,272	-
Receivables, net:							
State of Illinois	-	-	-	-	-	-	-
Property taxes	-	-	-	-	-	-	-
Other	-	-	-	-	-	2,132	-
Due from other funds	257	3,125	-	-	-	-	-
Due from component unit	-	-	-	-	-	-	-
Prepaid items	-	-	-	-	-	-	-
<b>TOTAL ASSETS</b>	<b>\$ 15,207</b>	<b>\$ 82,813</b>	<b>\$ 100</b>	<b>\$ 49,001</b>	<b>\$ 83,508</b>	<b>\$ 1,025,739</b>	<b>\$ 21,593</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>							
Liabilities:							
Accounts payable	\$ -	\$ 2,500	\$ -	\$ -	\$ 265	\$ -	\$ -
Unearned revenue	-	-	-	-	-	-	-
Due to other funds	-	-	-	-	-	-	-
Total liabilities	-	2,500	-	-	265	-	-
Deferred inflows of resources							
Unavailable property taxes	-	-	-	-	-	-	-
Total deferred inflows of resources	-	-	-	-	-	-	-
Total liabilities and deferred inflows of resources	-	2,500	-	-	265	-	-
Fund balances:							
Nonspendable - prepaids	-	-	-	-	-	-	-
Restricted for highways and streets	-	-	-	-	-	-	-
Restricted for public safety	-	-	-	-	-	-	-
Restricted for economic development	15,164	-	-	-	-	-	-
Restricted for health and welfare	-	-	100	31,628	83,037	-	-
Restricted for specific purpose	-	80,190	-	-	-	998,347	21,593
Unrestricted							
Committed for highways and streets	-	-	-	-	-	-	-
Assigned for highways and streets	-	-	-	-	-	-	-
Assigned for public safety	-	-	-	-	-	-	-
Assigned for economic development	43	-	-	-	-	-	-
Assigned for health and welfare	-	-	-	17,373	206	-	-
Assigned for specific purpose	-	123	-	-	-	27,392	-
Total fund balances	15,207	80,313	100	49,001	83,243	1,025,739	21,593
<b>TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE</b>	<b>\$ 15,207</b>	<b>\$ 82,813</b>	<b>\$ 100</b>	<b>\$ 49,001</b>	<b>\$ 83,508</b>	<b>\$ 1,025,739</b>	<b>\$ 21,593</b>

(Continued)

**McDONOUGH COUNTY, ILLINOIS**  
**COMBINING BALANCE SHEET**  
**NONMAJOR SPECIAL REVENUE FUNDS**  
November 30, 2015

	<b>Coroner's Automation Fund</b>	<b>Circuit Clerk Electronic Citation Fund</b>	<b>State's Attorney Recorders Automation Fund</b>	<b>Adult Redeploy Grant Fund</b>	<b>Court Appointed Special Advocacy Fund</b>	<b>Transportation Sales Tax Fund</b>	<b>Total Nonmajor Special Revenue Funds</b>
<b>ASSETS</b>							
Cash and cash equivalents	\$ 22,007	\$ 19,770	\$ 2,120	\$ 36,195	\$ 8,871	\$ 40,639	\$ 3,258,710
Investments	-	-	-	-	-	-	1,208,272
Receivables, net:							
State of Illinois	-	-	-	-	-	142,533	352,324
Property taxes	-	-	-	-	-	-	1,726,921
Other	-	-	-	-	-	-	40,844
Due from other funds	-	-	-	-	-	49,080	349,635
Due from component unit	-	-	-	-	-	-	17,138
Prepaid items	-	-	-	-	-	-	179,662
<b>TOTAL ASSETS</b>	<b>\$ 22,007</b>	<b>\$ 19,770</b>	<b>\$ 2,120</b>	<b>\$ 36,195</b>	<b>\$ 8,871</b>	<b>\$ 232,252</b>	<b>\$ 7,133,506</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>							
Liabilities:							
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 68,569
Unearned revenue	-	-	-	35,843	-	-	35,843
Due to other funds	-	-	-	-	-	-	50,438
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>35,843</u>	<u>-</u>	<u>-</u>	<u>154,850</u>
Deferred inflows of resources							
Unavailable property taxes	-	-	-	-	-	-	1,726,921
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,726,921</u>
Total liabilities and deferred inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>35,843</u>	<u>-</u>	<u>-</u>	<u>1,881,771</u>
Fund balances:							
Nonspendable - prepaids	-	-	-	-	-	-	179,662
Restricted for highways and streets	-	-	-	-	-	-	1,320,850
Restricted for public safety	-	-	-	-	-	-	76,595
Restricted for economic development	-	-	-	-	-	-	52,401
Restricted for health and welfare	-	-	-	-	-	-	739,820
Restricted for specific purpose	21,988	19,756	2,117	352	8,867	232,249	1,852,083
Unrestricted							
Committed for highways and streets	-	-	-	-	-	-	324,950
Assigned for highways and streets	-	-	-	-	-	-	555,185
Assigned for public safety	-	-	-	-	-	-	170
Assigned for economic development	-	-	-	-	-	-	43
Assigned for health and welfare	-	-	-	-	-	-	21,751
Assigned for specific purpose	19	14	3	-	4	3	128,225
Total fund balances	<u>22,007</u>	<u>19,770</u>	<u>2,120</u>	<u>352</u>	<u>8,871</u>	<u>232,252</u>	<u>5,251,735</u>
<b>TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE</b>	<b>\$ 22,007</b>	<b>\$ 19,770</b>	<b>\$ 2,120</b>	<b>\$ 36,195</b>	<b>\$ 8,871</b>	<b>\$ 232,252</b>	<b>\$ 7,133,506</b>

(Concluded)

**McDONOUGH COUNTY, ILLINOIS**  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES,  
 AND CHANGES IN FUND BALANCES  
 NONMAJOR SPECIAL REVENUE FUNDS  
 Year Ended November 30, 2015

	County Highway Fund	County Motor Fuel Fund	County Aid to Bridges Fund	Federal Aid Matching Fund	Engineering Revolving Fund	Tuberculosis Fund	Veterans' Assistance Fund
<b>REVENUES</b>							
Property taxes	\$ 280,867	\$ -	\$ 153,982	\$ 192,316	\$ -	\$ 24,965	\$ 60,430
State of Illinois:							
Sales tax	-	-	-	-	-	-	-
Motor fuel tax allotments	-	390,009	-	-	-	-	-
State grants and expenditure reimbursements	-	202,622	-	-	-	-	-
Federal revenue	-	-	-	142,270	-	-	-
Fees for services and materials	92,789	-	-	-	130,543	-	-
Investment income	1,284	284	752	872	436	43	136
Other	296,767	-	57,242	-	1,120	-	2,100
Total revenues	<u>671,707</u>	<u>592,915</u>	<u>211,976</u>	<u>335,458</u>	<u>132,099</u>	<u>25,008</u>	<u>62,666</u>
<b>EXPENDITURES</b>							
Current:							
General government	-	-	-	-	-	-	-
Public safety	-	-	-	-	-	-	-
Corrections	-	-	-	-	-	-	-
Judiciary and court related	-	-	-	-	-	-	-
Public health	-	-	-	-	-	-	-
Public welfare	-	-	-	-	-	-	50,952
Transportation	928,517	220,944	108,743	302,911	96,916	-	-
Capital outlay	-	-	-	-	4,186	-	-
Total expenditures	<u>928,517</u>	<u>220,944</u>	<u>108,743</u>	<u>302,911</u>	<u>101,102</u>	<u>-</u>	<u>50,952</u>
Excess (deficiency) of revenues over expenditures	<u>(256,810)</u>	<u>371,971</u>	<u>103,233</u>	<u>32,547</u>	<u>30,997</u>	<u>25,008</u>	<u>11,714</u>
<b>OTHER FINANCING SOURCES (USES)</b>							
Transfers in	262,044	-	-	-	6,283	-	-
Transfers out	<u>-</u>	<u>(272,131)</u>	<u>(64,836)</u>	<u>(3,761)</u>	<u>-</u>	<u>(19,026)</u>	<u>-</u>
Total other financing sources (uses)	<u>262,044</u>	<u>(272,131)</u>	<u>(64,836)</u>	<u>(3,761)</u>	<u>6,283</u>	<u>(19,026)</u>	<u>-</u>
<b>NET CHANGE IN FUND BALANCES</b>	5,234	99,840	38,397	28,786	37,280	5,982	11,714
<b>FUND BALANCES, BEGINNING OF YEAR</b>	<u>652,660</u>	<u>313,454</u>	<u>364,566</u>	<u>373,098</u>	<u>287,670</u>	<u>81,810</u>	<u>135,998</u>
<b>FUND BALANCES, END OF YEAR</b>	<u>\$ 657,894</u>	<u>\$ 413,294</u>	<u>\$ 402,963</u>	<u>\$ 401,884</u>	<u>\$ 324,950</u>	<u>\$ 87,792</u>	<u>\$ 147,712</u>

(Continued)

**McDONOUGH COUNTY, ILLINOIS**  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES,  
 AND CHANGES IN FUND BALANCES  
 NONMAJOR SPECIAL REVENUE FUNDS  
 Year Ended November 30, 2015

	<b>Building Rental Fund</b>	<b>Cooperative Extension Fund</b>	<b>Animal Control Fund</b>	<b>Mental Health Fund</b>	<b>Law Library Fund</b>	<b>Recorder Automation Fund</b>	<b>Court Automation Fund</b>
<b>REVENUES</b>							
Property taxes	\$ 349,454	\$ 173,990	\$ -	\$ 384,096	\$ -	\$ -	\$ -
State of Illinois:							
Sales tax	-	-	-	-	-	-	-
Motor fuel tax allotments	-	-	-	-	-	-	-
State grants and expenditure reimbursements	-	-	-	-	-	-	-
Federal revenue	-	-	-	-	-	-	-
Fees for services and materials	-	-	157,352	-	21,252	31,516	76,264
Investment income	-	-	451	59	9	24	62
Other	-	-	1,058	-	-	-	-
Total revenues	<u>349,454</u>	<u>173,990</u>	<u>158,861</u>	<u>384,155</u>	<u>21,261</u>	<u>31,540</u>	<u>76,326</u>
<b>EXPENDITURES</b>							
Current:							
General government	-	173,990	-	-	-	21,513	-
Public safety	-	-	-	-	-	-	-
Corrections	249,454	-	-	-	-	-	-
Judiciary and court related	-	-	-	-	20,573	-	59,034
Public health	-	-	129,464	307,992	-	-	-
Public welfare	100,000	-	-	-	-	-	-
Transportation	-	-	-	-	-	-	-
Capital outlay	-	-	1,533	-	-	1,148	-
Total expenditures	<u>349,454</u>	<u>173,990</u>	<u>130,997</u>	<u>307,992</u>	<u>20,573</u>	<u>22,661</u>	<u>59,034</u>
Excess (deficiency) of revenues over expenditures	<u>-</u>	<u>-</u>	<u>27,864</u>	<u>76,163</u>	<u>688</u>	<u>8,879</u>	<u>17,292</u>
<b>OTHER FINANCING SOURCES (USES)</b>							
Transfers in	-	-	-	-	-	-	-
Transfers out	<u>-</u>	<u>-</u>	<u>(10,239)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>(10,239)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>NET CHANGE IN FUND BALANCES</b>	<u>-</u>	<u>-</u>	<u>17,625</u>	<u>76,163</u>	<u>688</u>	<u>8,879</u>	<u>17,292</u>
<b>FUND BALANCES, BEGINNING OF YEAR</b>	<u>-</u>	<u>-</u>	<u>193,003</u>	<u>182,259</u>	<u>19,415</u>	<u>47,408</u>	<u>112,888</u>
<b>FUND BALANCES, END OF YEAR</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 210,628</u>	<u>\$ 258,422</u>	<u>\$ 20,103</u>	<u>\$ 56,287</u>	<u>\$ 130,180</u>

(Continued)

**McDONOUGH COUNTY, ILLINOIS**  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES,  
 AND CHANGES IN FUND BALANCES  
 NONMAJOR SPECIAL REVENUE FUNDS  
 Year Ended November 30, 2015

	Vital Records Automation Fund	Drug Enforcement Fund	Senior Citizens' Transportation Fund	Support Processing Fund	State's Attorney Victim/Witness Fund	Treasurer's Automation Fund	Document Storage Fund
<b>REVENUES</b>							
Property taxes	\$ -	\$ -	\$ 41,940	\$ -	\$ -	\$ -	\$ -
State of Illinois:							
Sales tax	-	-	-	-	-	-	-
Motor fuel tax allotments	-	-	-	-	-	-	-
State grants and expenditure reimbursements	-	-	-	-	24,686	-	-
Federal revenue	-	-	-	-	-	-	-
Fees for services and materials	6,396	4,221	-	13,316	-	2,370	74,554
Investment income	13	23	148	12	4	23	48
Other	-	72,810	-	-	-	4,305	-
Total revenues	<u>6,409</u>	<u>77,054</u>	<u>42,088</u>	<u>13,328</u>	<u>24,690</u>	<u>6,698</u>	<u>74,602</u>
<b>EXPENDITURES</b>							
Current:							
General government	2,326	-	-	-	-	11,144	-
Public safety	-	49,125	-	-	-	-	-
Corrections	-	-	-	-	-	-	-
Judiciary and court related	-	-	-	5,159	24,260	-	57,578
Public health	-	-	-	-	-	-	-
Public welfare	-	-	37,102	-	-	-	-
Transportation	-	-	-	-	-	-	-
Capital outlay	2,942	10,613	-	-	-	-	-
Total expenditures	<u>5,268</u>	<u>59,738</u>	<u>37,102</u>	<u>5,159</u>	<u>24,260</u>	<u>11,144</u>	<u>57,578</u>
Excess (deficiency) of revenues over expenditures	<u>1,141</u>	<u>17,316</u>	<u>4,986</u>	<u>8,169</u>	<u>430</u>	<u>(4,446)</u>	<u>17,024</u>
<b>OTHER FINANCING SOURCES (USES)</b>							
Transfers in	-	-	-	-	11,000	-	-
Transfers out	-	-	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>11,000</u>	<u>-</u>	<u>-</u>
<b>NET CHANGE IN FUND BALANCES</b>	1,141	17,316	4,986	8,169	11,430	(4,446)	17,024
<b>FUND BALANCES, BEGINNING OF YEAR</b>	<u>27,454</u>	<u>29,953</u>	<u>99,264</u>	<u>18,442</u>	<u>1,990</u>	<u>49,528</u>	<u>89,562</u>
<b>FUND BALANCES, END OF YEAR</b>	<u>\$ 28,595</u>	<u>\$ 47,269</u>	<u>\$ 104,250</u>	<u>\$ 26,611</u>	<u>\$ 13,420</u>	<u>\$ 45,082</u>	<u>\$ 106,586</u>

(Continued)

**McDONOUGH COUNTY, ILLINOIS**  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES,  
 AND CHANGES IN FUND BALANCES  
 NONMAJOR SPECIAL REVENUE FUNDS  
 Year Ended November 30, 2015

	County Waste Management Fund	Economic Development Revolving Loan Fund	Court System Maintenance Fund	Arrestees' Medical Cost Fund	Sheriff's DUI Equipment Fund	State's Attorney Drug Enforcement Fund	GIS Fee Fund
<b>REVENUES</b>							
Property taxes	\$ -	\$ 53,765	\$ -	\$ -	\$ -	\$ -	\$ -
State of Illinois:							
Sales tax	-	-	-	-	-	-	-
Motor fuel tax allotments	-	-	-	-	-	-	-
State grants and expenditure reimbursements	-	-	-	-	-	-	-
Federal revenue	-	-	-	-	-	-	-
Fees for services and materials	58,262	-	37,648	9,279	7,651	-	64,610
Investment income	51	-	17	4	6	3	87
Other	-	-	-	2,845	-	9,288	716
Total revenues	<u>58,313</u>	<u>53,765</u>	<u>37,665</u>	<u>12,128</u>	<u>7,657</u>	<u>9,291</u>	<u>65,413</u>
<b>EXPENDITURES</b>							
Current:							
General government	-	53,765	-	-	-	-	78,105
Public safety	-	-	-	-	-	-	-
Corrections	-	-	-	28,952	-	-	-
Judiciary and court related	-	-	17,291	-	-	870	-
Public health	70,187	-	-	-	-	-	-
Public welfare	-	-	-	-	-	-	-
Transportation	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	4,410	-	-
Total expenditures	<u>70,187</u>	<u>53,765</u>	<u>17,291</u>	<u>28,952</u>	<u>4,410</u>	<u>870</u>	<u>78,105</u>
Excess (deficiency) of revenues over expenditures	<u>(11,874)</u>	<u>-</u>	<u>20,374</u>	<u>(16,824)</u>	<u>3,247</u>	<u>8,421</u>	<u>(12,692)</u>
<b>OTHER FINANCING SOURCES (USES)</b>							
Transfers in	-	-	-	15,000	-	-	-
Transfers out	-	-	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>15,000</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>NET CHANGE IN FUND BALANCES</b>	<u>(11,874)</u>	<u>-</u>	<u>20,374</u>	<u>(1,824)</u>	<u>3,247</u>	<u>8,421</u>	<u>(12,692)</u>
<b>FUND BALANCES, BEGINNING OF YEAR</b>	<u>111,371</u>	<u>-</u>	<u>20,641</u>	<u>5,943</u>	<u>10,396</u>	<u>3,313</u>	<u>49,929</u>
<b>FUND BALANCES, END OF YEAR</b>	<u>\$ 99,497</u>	<u>\$ -</u>	<u>\$ 41,015</u>	<u>\$ 4,119</u>	<u>\$ 13,643</u>	<u>\$ 11,734</u>	<u>\$ 37,237</u>

(Continued)

**McDONOUGH COUNTY, ILLINOIS**  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES,  
 AND CHANGES IN FUND BALANCES  
 NONMAJOR SPECIAL REVENUE FUNDS  
 Year Ended November 30, 2015

	<b>County Clerk GIS Fee Fund</b>	<b>State's Attorney Child Advocacy Fund</b>	<b>USDA Solid Waste Fund</b>	<b>Animal Control Memorial Fund</b>	<b>Animal Pet Population Fund</b>	<b>Insurance Reserve Fund</b>	<b>Child Advocacy Fund</b>
<b>REVENUES</b>							
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State of Illinois:							
Sales tax	-	-	-	-	-	-	-
Motor fuel tax allotments	-	-	-	-	-	-	-
State grants and expenditure reimbursements	-	-	-	-	-	-	-
Federal revenue	-	-	-	-	-	-	-
Fees for services and materials	3,940	46,004	-	5,597	13,690	-	-
Investment income	7	40	-	25	43	9,832	-
Other	-	-	10	4,225	100	-	-
Total revenues	<u>3,947</u>	<u>46,044</u>	<u>10</u>	<u>9,847</u>	<u>13,833</u>	<u>9,832</u>	<u>-</u>
<b>EXPENDITURES</b>							
Current:							
General government	2,895	-	-	-	-	3,289	-
Public safety	-	-	-	-	-	-	-
Corrections	-	-	-	-	-	-	-
Judiciary and court related	-	35,702	-	-	-	-	-
Public health	-	-	-	9,953	11,333	-	-
Public welfare	-	-	10	-	-	-	-
Transportation	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Total expenditures	<u>2,895</u>	<u>35,702</u>	<u>10</u>	<u>9,953</u>	<u>11,333</u>	<u>3,289</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	<u>1,052</u>	<u>10,342</u>	<u>-</u>	<u>(106)</u>	<u>2,500</u>	<u>6,543</u>	<u>-</u>
<b>OTHER FINANCING SOURCES (USES)</b>							
Transfers in	-	-	-	-	-	-	-
Transfers out	-	(11,000)	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>(11,000)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>NET CHANGE IN FUND BALANCES</b>	1,052	(658)	-	(106)	2,500	6,543	-
<b>FUND BALANCES, BEGINNING OF YEAR</b>	<u>14,155</u>	<u>80,971</u>	<u>100</u>	<u>49,107</u>	<u>80,743</u>	<u>1,019,196</u>	<u>21,593</u>
<b>FUND BALANCES, END OF YEAR</b>	<u>\$ 15,207</u>	<u>\$ 80,313</u>	<u>\$ 100</u>	<u>\$ 49,001</u>	<u>\$ 83,243</u>	<u>\$ 1,025,739</u>	<u>\$ 21,593</u>

(Continued)

**McDONOUGH COUNTY, ILLINOIS**  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES,  
 AND CHANGES IN FUND BALANCES  
 NONMAJOR SPECIAL REVENUE FUNDS  
 Year Ended November 30, 2015

	Coroner's Automation Fund	Circuit Clerk Electronic Citation Fund	State's Attorney Recorders Automation Fund	Adult Redeploy Grant Fund	Court Appointed Special Advocacy Fund	Transportation Sales Tax Fund	Total Nonmajor Special Revenue Funds
<b>REVENUES</b>							
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,715,805
State of Illinois:							
Sales tax	-	-	-	-	-	232,249	232,249
Motor fuel tax allotments	-	-	-	-	-	-	390,009
State grants and expenditure reimbursements	-	-	-	238,255	-	-	465,563
Federal revenue	-	-	-	-	-	-	142,270
Fees for services and materials	6,500	5,178	2,722	-	28,315	-	899,969
Investment income	9	9	1	32	2	3	14,854
Other	-	-	-	-	-	-	452,586
Total revenues	<u>6,509</u>	<u>5,187</u>	<u>2,723</u>	<u>238,287</u>	<u>28,317</u>	<u>232,252</u>	<u>4,313,305</u>
<b>EXPENDITURES</b>							
Current:							
General government	-	-	-	-	-	-	347,027
Public safety	-	-	-	-	-	-	49,125
Corrections	-	-	-	-	-	-	278,406
Judiciary and court related	-	-	1,912	238,255	23,400	-	484,034
Public health	-	-	-	-	-	-	528,929
Public welfare	-	-	-	-	-	-	188,064
Transportation	-	-	-	-	-	-	1,658,031
Capital outlay	-	-	-	-	-	-	24,832
Total expenditures	<u>-</u>	<u>-</u>	<u>1,912</u>	<u>238,255</u>	<u>23,400</u>	<u>-</u>	<u>3,558,448</u>
Excess (deficiency) of revenues over expenditures	<u>6,509</u>	<u>5,187</u>	<u>811</u>	<u>32</u>	<u>4,917</u>	<u>232,252</u>	<u>754,857</u>
<b>OTHER FINANCING SOURCES (USES)</b>							
Transfers in	-	-	-	-	-	-	294,327
Transfers out	-	-	-	-	-	-	(380,993)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(86,666)</u>
<b>NET CHANGE IN FUND BALANCES</b>	6,509	5,187	811	32	4,917	232,252	668,191
<b>FUND BALANCES, BEGINNING OF YEAR</b>	<u>15,498</u>	<u>14,583</u>	<u>1,309</u>	<u>320</u>	<u>3,954</u>	<u>-</u>	<u>4,583,544</u>
<b>FUND BALANCES, END OF YEAR</b>	<u>\$ 22,007</u>	<u>\$ 19,770</u>	<u>\$ 2,120</u>	<u>\$ 352</u>	<u>\$ 8,871</u>	<u>\$ 232,252</u>	<u>\$ 5,251,735</u>

(Concluded)

**McDONOUGH COUNTY, ILLINOIS**  
**SCHEDULE OF REVENUES, EXPENDITURES,**  
**AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL - CASH BASIS**  
**NONMAJOR GOVERNMENTAL FUNDS**  
Year Ended November 30, 2015

	<b>Special Revenue</b>									
	<b>County Highway</b>		<b>County Motor Fuel Tax</b>		<b>County Aid to Bridges</b>		<b>Federal Aid Matching</b>		<b>Engineering Revolving</b>	
	<b>Final Budget</b>	<b>Actual</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Final Budget</b>	<b>Actual</b>
<b>REVENUES</b>										
Property taxes	\$ 281,283	\$ 280,867		\$ -	\$ 154,196	\$ 153,982	\$ 192,601	\$ 192,316	\$ -	\$ -
State of Illinois:										
Motor fuel tax allotments	-	-	422,000	248,542	-	-	-	-	-	-
State grants and expenditure reimbursements	-	-	140,000	202,622	-	-	-	-	-	-
Federal revenue	-	-	-	-	-	-	5,000	297,712	-	-
Fees for services and materials	396,000	305,304	-	-	-	-	-	-	132,000	136,939
Investment income	1,500	1,284	100	284	1,000	752	3,000	872	500	436
Other	300,000	344,707	-	-	120,000	57,242	-	-	10,000	1,120
Total revenues	<u>978,783</u>	<u>932,162</u>	<u>562,100</u>	<u>451,448</u>	<u>275,196</u>	<u>211,976</u>	<u>200,601</u>	<u>490,900</u>	<u>142,500</u>	<u>138,495</u>
<b>EXPENDITURES</b>										
Current:										
General government	-	-	-	-	-	-	-	-	-	-
Public safety	-	-	-	-	-	-	-	-	-	-
Corrections	-	-	-	-	-	-	-	-	-	-
Judiciary and court related	-	-	-	-	-	-	-	-	-	-
Public health	-	-	-	-	-	-	-	-	-	-
Public welfare	-	-	-	-	-	-	-	-	-	-
Transportation	1,112,395	923,903	668,236	484,528	300,000	219,211	588,000	587,924	177,700	102,422
Capital outlay	-	-	-	-	-	-	-	-	10,000	4,321
Total expenditures	<u>1,112,395</u>	<u>923,903</u>	<u>668,236</u>	<u>484,528</u>	<u>300,000</u>	<u>219,211</u>	<u>588,000</u>	<u>587,924</u>	<u>187,700</u>	<u>106,743</u>
Excess (deficiency) of revenues over expenditures	<u>(133,612)</u>	<u>8,259</u>	<u>(106,136)</u>	<u>(33,080)</u>	<u>(24,804)</u>	<u>(7,235)</u>	<u>(387,399)</u>	<u>(97,024)</u>	<u>(45,200)</u>	<u>31,752</u>
<b>OTHER FINANCING SOURCES (USES)</b>										
Transfers in	15,000	45,768	-	-	-	-	-	-	20,000	6,283
Transfers out	-	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	<u>15,000</u>	<u>45,768</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>20,000</u>	<u>6,283</u>
<b>NET CHANGE IN FUND BALANCES</b>	<u>\$ (118,612)</u>	<u>54,027</u>	<u>\$ (106,136)</u>	<u>(33,080)</u>	<u>\$ (24,804)</u>	<u>(7,235)</u>	<u>\$ (387,399)</u>	<u>(97,024)</u>	<u>\$ (25,200)</u>	<u>38,035</u>
<b>RECONCILIATION TO MODIFIED ACCRUAL BASIS - NET CHANGE RESULTING FROM RECORDING ACCOUNTS RECEIVABLE, PAYABLE, AND OTHER ACCRUED ITEMS</b>		(48,793)		132,920		45,632		125,810		(755)
<b>FUND BALANCES (DEFICIT), BEGINNING OF YEAR</b>		<u>652,660</u>		<u>313,454</u>		<u>364,566</u>		<u>373,098</u>		<u>287,670</u>
<b>FUND BALANCES (DEFICIT), END OF YEAR</b>		<u>\$ 657,894</u>		<u>\$ 413,294</u>		<u>\$ 402,963</u>		<u>\$ 401,884</u>		<u>\$ 324,950</u>

(Continued)

**McDONOUGH COUNTY, ILLINOIS**  
**SCHEDULE OF REVENUES, EXPENDITURES,**  
**AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL - CASH BASIS**  
**NONMAJOR GOVERNMENTAL FUNDS**  
Year Ended November 30, 2015

	<b>Special Revenue</b>							
	<b>Tuberculosis Fund</b>		<b>Veterans' Assistance</b>		<b>Building Rental Fund</b>		<b>Cooperative Extension</b>	
	<b>Final Budget</b>	<b>Actual</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Final Budget</b>	<b>Actual</b>
<b>REVENUES</b>								
Property taxes	\$ 25,015	\$ 24,965	\$ 60,504	\$ 60,430	\$ 350,001	\$ 349,454	174,241	\$ 173,990
State of Illinois:								
Motor fuel tax allotments	-	-	-	-	-	-	-	-
State grants and expenditure reimbursements	-	-	-	-	-	-	-	-
Federal revenue	-	-	-	-	-	-	-	-
Fees for services and materials	-	-	-	-	-	-	-	-
Investment income	20	43	200	136	-	-	-	-
Other	-	-	-	2,100	-	-	-	-
Total revenues	<u>25,035</u>	<u>25,008</u>	<u>60,704</u>	<u>62,666</u>	<u>350,001</u>	<u>349,454</u>	<u>174,241</u>	<u>173,990</u>
<b>EXPENDITURES</b>								
Current:								
General government	-	-	-	-	-	-	174,241	173,990
Public safety	-	-	-	-	-	-	-	-
Corrections	-	-	-	-	250,001	249,454	-	-
Judiciary and court related	-	-	-	-	-	-	-	-
Public health	25,000	18,780	-	-	-	-	-	-
Public welfare	-	-	61,869	52,490	100,000	100,000	-	-
Transportation	-	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-	-
Total expenditures	<u>25,000</u>	<u>18,780</u>	<u>61,869</u>	<u>52,490</u>	<u>350,001</u>	<u>349,454</u>	<u>174,241</u>	<u>173,990</u>
Excess (deficiency) of revenues over expenditures	<u>35</u>	<u>6,228</u>	<u>(1,165)</u>	<u>10,176</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>OTHER FINANCING SOURCES (USES)</b>								
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>NET CHANGE IN FUND BALANCES</b>	<u>\$ 35</u>	<u>6,228</u>	<u>\$ (1,165)</u>	<u>10,176</u>	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>	<u>-</u>
<b>RECONCILIATION TO MODIFIED ACCRUAL BASIS - NET CHANGE RESULTING FROM RECORDING ACCOUNTS RECEIVABLE, PAYABLE, AND OTHER ACCRUED ITEMS</b>								
		(246)		1,538		-		-
<b>FUND BALANCES (DEFICIT), BEGINNING OF YEAR</b>		<u>81,810</u>		<u>135,998</u>		<u>-</u>		<u>-</u>
<b>FUND BALANCES (DEFICIT), END OF YEAR</b>		<u>\$ 87,792</u>		<u>\$ 147,712</u>		<u>\$ -</u>		<u>\$ -</u>

(Continued)

**McDONOUGH COUNTY, ILLINOIS**  
**SCHEDULE OF REVENUES, EXPENDITURES,**  
**AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL - CASH BASIS**  
**NONMAJOR GOVERNMENTAL FUNDS**  
Year Ended November 30, 2015

	<b>Special Revenue</b>							
	<b>Animal Control Fund</b>		<b>Mental Health Fund</b>		<b>Law Library Fund</b>		<b>Recorder Automation</b>	
	<b>Final Budget</b>	<b>Actual</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Final Budget</b>	<b>Actual</b>
<b>REVENUES</b>								
Property taxes	\$ -	\$ -	\$ 384,710	\$ 384,096	\$ -	\$ -	\$ -	\$ -
State of Illinois:								
Motor fuel tax allotments	-	-	-	-	-	-	-	-
State grants and expenditure reimbursements	-	-	-	-	-	-	-	-
Federal revenue	-	-	-	-	-	-	-	-
Fees for services and materials	155,300	141,583	-	-	19,200	20,321	28,000	32,383
Investment income	500	451	-	59	10	9	15	24
Other	500	1,058	-	-	-	-	-	-
Total revenues	<u>156,300</u>	<u>143,092</u>	<u>384,710</u>	<u>384,155</u>	<u>19,210</u>	<u>20,330</u>	<u>28,015</u>	<u>32,407</u>
<b>EXPENDITURES</b>								
Current:								
General government	-	-	-	-	-	-	24,000	21,097
Public safety	-	-	-	-	-	-	-	-
Corrections	-	-	-	-	-	-	-	-
Judiciary and court related	-	-	-	-	19,570	20,573	-	-
Public health	140,459	129,773	384,710	307,992	-	-	-	-
Public welfare	-	-	-	-	-	-	-	-
Transportation	-	-	-	-	-	-	-	-
Capital outlay	2,500	1,533	-	-	-	-	10,000	1,148
Total expenditures	<u>142,959</u>	<u>131,306</u>	<u>384,710</u>	<u>307,992</u>	<u>19,570</u>	<u>20,573</u>	<u>34,000</u>	<u>22,245</u>
Excess (deficiency) of revenues over expenditures	<u>13,341</u>	<u>11,786</u>	<u>-</u>	<u>76,163</u>	<u>(360)</u>	<u>(243)</u>	<u>(5,985)</u>	<u>10,162</u>
<b>OTHER FINANCING SOURCES (USES)</b>								
Transfers in	-	-	-	-	-	-	-	-
Transfers out	(10,500)	(10,239)	-	-	-	-	-	-
Total other financing sources (uses)	<u>(10,500)</u>	<u>(10,239)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>NET CHANGE IN FUND BALANCES</b>	<u>\$ 2,841</u>	<u>1,547</u>	<u>\$ -</u>	<u>76,163</u>	<u>\$ (360)</u>	<u>(243)</u>	<u>\$ (5,985)</u>	<u>10,162</u>
<b>RECONCILIATION TO MODIFIED ACCRUAL BASIS - NET CHANGE RESULTING FROM RECORDING ACCOUNTS RECEIVABLE, PAYABLE, AND OTHER ACCRUED ITEMS</b>		16,078		-		931		(1,283)
<b>FUND BALANCES (DEFICIT), BEGINNING OF YEAR</b>		<u>193,003</u>		<u>182,259</u>		<u>19,415</u>		<u>47,408</u>
<b>FUND BALANCES (DEFICIT), END OF YEAR</b>		<u>\$ 210,628</u>		<u>\$ 258,422</u>		<u>\$ 20,103</u>		<u>\$ 56,287</u>

(Continued)

**McDONOUGH COUNTY, ILLINOIS**  
**SCHEDULE OF REVENUES, EXPENDITURES,**  
**AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL - CASH BASIS**  
**NONMAJOR GOVERNMENTAL FUNDS**  
Year Ended November 30, 2015

	<b>Special Revenue</b>							
	<b>Court Automation Fund</b>		<b>Vital Records Automation</b>		<b>Drug Enforcement Fund</b>		<b>Senior Citizens' Transportation Fund</b>	
	<b>Final Budget</b>	<b>Actual</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Final Budget</b>	<b>Actual</b>
<b>REVENUES</b>								
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 42,020	\$ 41,940
State of Illinois:								
Motor fuel tax allotments	-	-	-	-	-	-	-	-
State grants and expenditure reimbursements	-	-	-	-	-	-	-	-
Federal revenue	-	-	-	-	-	-	-	-
Fees for services and materials	40,000	71,783	6,000	6,292	-	5,304	-	-
Investment income	40	62	10	13	-	23	-	148
Other	-	-	-	-	10,000	71,727	-	-
Total revenues	<u>40,040</u>	<u>71,845</u>	<u>6,010</u>	<u>6,305</u>	<u>10,000</u>	<u>77,054</u>	<u>42,020</u>	<u>42,088</u>
<b>EXPENDITURES</b>								
Current:								
General government	-	-	3,000	2,827	-	-	-	-
Public safety	-	-	-	-	-	49,125	-	-
Corrections	-	-	-	-	-	-	-	-
Judiciary and court related	80,000	60,070	-	-	-	-	-	-
Public health	-	-	-	-	-	-	-	-
Public welfare	-	-	-	-	-	-	42,020	37,102
Transportation	-	-	-	-	-	-	-	-
Capital outlay	-	-	3,000	2,942	10,000	10,613	-	-
Total expenditures	<u>80,000</u>	<u>60,070</u>	<u>6,000</u>	<u>5,769</u>	<u>10,000</u>	<u>59,738</u>	<u>42,020</u>	<u>37,102</u>
Excess (deficiency) of revenues over expenditures	<u>(39,960)</u>	<u>11,775</u>	<u>10</u>	<u>536</u>	<u>-</u>	<u>17,316</u>	<u>-</u>	<u>4,986</u>
<b>OTHER FINANCING SOURCES (USES)</b>								
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>NET CHANGE IN FUND BALANCES</b>	<u>\$ (39,960)</u>	<u>11,775</u>	<u>\$ 10</u>	<u>536</u>	<u>\$ -</u>	<u>17,316</u>	<u>\$ -</u>	<u>4,986</u>
<b>RECONCILIATION TO MODIFIED ACCRUAL BASIS - NET CHANGE RESULTING FROM RECORDING ACCOUNTS RECEIVABLE, PAYABLE, AND OTHER ACCRUED ITEMS</b>		5,517		605		-		-
<b>FUND BALANCES (DEFICIT), BEGINNING OF YEAR</b>		<u>112,888</u>		<u>27,454</u>		<u>29,953</u>		<u>99,264</u>
<b>FUND BALANCES (DEFICIT), END OF YEAR</b>		<u>\$ 130,180</u>		<u>\$ 28,595</u>		<u>\$ 47,269</u>		<u>\$ 104,250</u>

(Continued)

**McDONOUGH COUNTY, ILLINOIS**  
**SCHEDULE OF REVENUES, EXPENDITURES,**  
**AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL - CASH BASIS**  
**NONMAJOR GOVERNMENTAL FUNDS**  
Year Ended November 30, 2015

	<b>Special Revenue</b>							
	<b>Support Processing Fund</b>		<b>State's Attorney Victim/Witness Fund</b>		<b>Treasurer's Automation</b>		<b>Document Storage Fund</b>	
	<b>Final Budget</b>	<b>Actual</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Final Budget</b>	<b>Actual</b>
<b>REVENUES</b>								
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State of Illinois:								
Motor fuel tax allotments	-	-	-	-	-	-	-	-
State grants and expenditure reimbursements	-	-	23,375	11,686	-	-	-	-
Federal revenue	-	-	-	-	-	-	-	-
Fees for services and materials	20,000	15,206	-	-	2,500	2,370	40,000	70,339
Investment income	45	12	4	4	20	23	40	48
Other	-	-	-	-	5,000	4,305	-	-
Total revenues	<u>20,045</u>	<u>15,218</u>	<u>23,379</u>	<u>11,690</u>	<u>7,520</u>	<u>6,698</u>	<u>40,040</u>	<u>70,387</u>
<b>EXPENDITURES</b>								
Current:								
General government	-	-	-	-	16,000	11,599	-	-
Public safety	-	-	-	-	-	-	-	-
Corrections	-	-	-	-	-	-	-	-
Judiciary and court related	20,000	5,159	23,375	24,260	-	-	60,000	58,871
Public health	-	-	-	-	-	-	-	-
Public welfare	-	-	-	-	-	-	-	-
Transportation	-	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-	-
Total expenditures	<u>20,000</u>	<u>5,159</u>	<u>23,375</u>	<u>24,260</u>	<u>16,000</u>	<u>11,599</u>	<u>60,000</u>	<u>58,871</u>
Excess (deficiency) of revenues over expenditures	<u>45</u>	<u>10,059</u>	<u>4</u>	<u>(12,570)</u>	<u>(8,480)</u>	<u>(4,901)</u>	<u>(19,960)</u>	<u>11,516</u>
<b>OTHER FINANCING SOURCES (USES)</b>								
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>NET CHANGE IN FUND BALANCES</b>	<u>\$ 45</u>	<u>10,059</u>	<u>\$ 4</u>	<u>(12,570)</u>	<u>\$ (8,480)</u>	<u>(4,901)</u>	<u>\$ (19,960)</u>	<u>11,516</u>
<b>RECONCILIATION TO MODIFIED ACCRUAL BASIS - NET CHANGE RESULTING FROM RECORDING ACCOUNTS RECEIVABLE, PAYABLE, AND OTHER ACCRUED ITEMS</b>		(1,890)		24,000		455		5,508
<b>FUND BALANCES (DEFICIT), BEGINNING OF YEAR</b>		<u>18,442</u>		<u>1,990</u>		<u>49,528</u>		<u>89,562</u>
<b>FUND BALANCES (DEFICIT), END OF YEAR</b>		<u>\$ 26,611</u>		<u>\$ 13,420</u>		<u>\$ 45,082</u>		<u>\$ 106,586</u>

(Continued)

**McDONOUGH COUNTY, ILLINOIS**  
**SCHEDULE OF REVENUES, EXPENDITURES,**  
**AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL - CASH BASIS**  
**NONMAJOR GOVERNMENTAL FUNDS**  
Year Ended November 30, 2015

	Special Revenue							
	County Waste Management Fund		Economic Development Revolving Loan Fund		Court System Maintenance Fund		Arrestees' Medical Cost	
	Final Budget	Actual	Final Budget	Actual	Final Budget	Actual	Final Budget	Actual
<b>REVENUES</b>								
Property taxes	\$ -	\$ -	\$ 47,250	\$ 53,765	\$ -	\$ -	\$ -	\$ -
State of Illinois:								
Motor fuel tax allotments	-	-	-	-	-	-	-	-
State grants and expenditure reimbursements	-	-	-	-	-	-	-	-
Federal revenue	-	-	-	-	-	-	-	-
Fees for services and materials	65,000	58,160	-	-	35,000	37,457	11,000	8,983
Investment income	45	51	-	-	50	17	4	4
Other	-	-	-	-	-	-	1,500	2,845
Total revenues	<u>65,045</u>	<u>58,211</u>	<u>47,250</u>	<u>53,765</u>	<u>35,050</u>	<u>37,474</u>	<u>12,504</u>	<u>11,832</u>
<b>EXPENDITURES</b>								
Current:								
General government	-	-	47,250	53,765	-	-	-	-
Public safety	-	-	-	-	-	-	-	-
Corrections	-	-	-	-	-	-	30,885	30,884
Judiciary and court related	-	-	-	-	40,000	17,291	-	-
Public health	96,500	73,532	-	-	-	-	-	-
Public welfare	-	-	-	-	-	-	-	-
Transportation	-	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-	-
Total expenditures	<u>96,500</u>	<u>73,532</u>	<u>47,250</u>	<u>53,765</u>	<u>40,000</u>	<u>17,291</u>	<u>30,885</u>	<u>30,884</u>
Excess (deficiency) of revenues over expenditures	<u>(31,455)</u>	<u>(15,321)</u>	<u>-</u>	<u>-</u>	<u>(4,950)</u>	<u>20,183</u>	<u>(18,381)</u>	<u>(19,052)</u>
<b>OTHER FINANCING SOURCES (USES)</b>								
Transfers in	-	-	-	-	-	-	15,000	15,000
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>15,000</u>	<u>15,000</u>
<b>NET CHANGE IN FUND BALANCES</b>	<u>\$ (31,455)</u>	<u>(15,321)</u>	<u>\$ -</u>	<u>-</u>	<u>\$ (4,950)</u>	<u>20,183</u>	<u>\$ (3,381)</u>	<u>(4,052)</u>
<b>RECONCILIATION TO MODIFIED ACCRUAL BASIS - NET CHANGE RESULTING FROM RECORDING ACCOUNTS RECEIVABLE, PAYABLE, AND OTHER ACCRUED ITEMS</b>		3,447		-		191		2,228
<b>FUND BALANCES (DEFICIT), BEGINNING OF YEAR</b>		<u>111,371</u>		<u>-</u>		<u>20,641</u>		<u>5,943</u>
<b>FUND BALANCES (DEFICIT), END OF YEAR</b>		<u>\$ 99,497</u>		<u>\$ -</u>		<u>\$ 41,015</u>		<u>\$ 4,119</u>

(Continued)

**McDONOUGH COUNTY, ILLINOIS**  
**SCHEDULE OF REVENUES, EXPENDITURES,**  
**AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL - CASH BASIS**  
**NONMAJOR GOVERNMENTAL FUNDS**  
Year Ended November 30, 2015

	<b>Special Revenue</b>							
	<b>Sheriff's DUI Equipment</b>		<b>State's Attorney Drug Enforcement Fund</b>		<b>GIS Fee Fund</b>		<b>County Clerk GIS Fee</b>	
	<b>Final Budget</b>	<b>Actual</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Final Budget</b>	<b>Actual</b>
<b>REVENUES</b>								
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State of Illinois:								
Motor fuel tax allotments	-	-	-	-	-	-	-	-
State grants and expenditure reimbursements	-	-	-	-	-	-	-	-
Federal revenue	-	-	-	-	-	-	-	-
Fees for services and materials	4,000	7,397	-	-	50,000	63,371	4,000	4,061
Investment income	5	6	5	3	130	87	5	7
Other	-	-	3,000	9,288	-	716	-	-
Total revenues	<u>4,005</u>	<u>7,403</u>	<u>3,005</u>	<u>9,291</u>	<u>50,130</u>	<u>64,174</u>	<u>4,005</u>	<u>4,068</u>
<b>EXPENDITURES</b>								
Current:								
General government	-	-	-	-	89,067	71,331	4,000	2,895
Public safety	-	-	-	-	-	-	-	-
Corrections	-	-	-	-	-	-	-	-
Judiciary and court related	-	-	3,000	870	-	-	-	-
Public health	-	-	-	-	-	-	-	-
Public welfare	-	-	-	-	-	-	-	-
Transportation	-	-	-	-	-	-	-	-
Capital outlay	9,000	7,935	-	-	-	-	2,000	926
Total expenditures	<u>9,000</u>	<u>7,935</u>	<u>3,000</u>	<u>870</u>	<u>89,067</u>	<u>71,331</u>	<u>6,000</u>	<u>3,821</u>
Excess (deficiency) of revenues over expenditures	<u>(4,995)</u>	<u>(532)</u>	<u>5</u>	<u>8,421</u>	<u>(38,937)</u>	<u>(7,157)</u>	<u>(1,995)</u>	<u>247</u>
<b>OTHER FINANCING SOURCES (USES)</b>								
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>NET CHANGE IN FUND BALANCES</b>	<u>\$ (4,995)</u>	<u>(532)</u>	<u>\$ 5</u>	<u>8,421</u>	<u>\$ (38,937)</u>	<u>(7,157)</u>	<u>\$ (1,995)</u>	<u>247</u>
<b>RECONCILIATION TO MODIFIED ACCRUAL BASIS - NET CHANGE RESULTING FROM RECORDING ACCOUNTS RECEIVABLE, PAYABLE, AND OTHER ACCRUED ITEMS</b>		3,779		-		(5,535)		805
<b>FUND BALANCES (DEFICIT), BEGINNING OF YEAR</b>		<u>10,396</u>		<u>3,313</u>		<u>49,929</u>		<u>14,155</u>
<b>FUND BALANCES (DEFICIT), END OF YEAR</b>		<u>\$ 13,643</u>		<u>\$ 11,734</u>		<u>\$ 37,237</u>		<u>\$ 15,207</u>

(Continued)

**McDONOUGH COUNTY, ILLINOIS**  
**SCHEDULE OF REVENUES, EXPENDITURES,**  
**AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL - CASH BASIS**  
**NONMAJOR GOVERNMENTAL FUNDS**  
Year Ended November 30, 2015

	<b>Special Revenue</b>							
	<b>State's Attorney Child Advocacy Fund</b>		<b>USDA Solid Waste Fund</b>		<b>Animal Control Memorial</b>		<b>Animal Pet Population</b>	
	<b>Final Budget</b>	<b>Actual</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Final Budget</b>	<b>Actual</b>
<b>REVENUES</b>								
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State of Illinois:								
Motor fuel tax allotments	-	-	-	-	-	-	-	-
State grants and expenditure reimbursements	-	-	-	-	-	-	-	-
Federal revenue	-	-	-	-	-	-	-	-
Fees for services and materials	43,000	45,325	-	-	5,000	5,597	12,500	13,690
Investment income	20	40	-	-	25	25	30	43
Other	-	-	-	10	4,500	4,225	-	100
Total revenues	<u>43,020</u>	<u>45,365</u>	<u>-</u>	<u>10</u>	<u>9,525</u>	<u>9,847</u>	<u>12,530</u>	<u>13,833</u>
<b>EXPENDITURES</b>								
Current:								
General government	-	-	-	-	-	-	-	-
Public safety	-	-	-	-	-	-	-	-
Corrections	-	-	-	-	-	-	-	-
Judiciary and court related	47,668	44,202	-	-	-	-	-	-
Public health	-	-	-	10	-	-	-	-
Public welfare	-	-	-	-	14,550	10,836	12,500	11,563
Transportation	-	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-	-
Total expenditures	<u>47,668</u>	<u>44,202</u>	<u>-</u>	<u>10</u>	<u>14,550</u>	<u>10,836</u>	<u>12,500</u>	<u>11,563</u>
Excess (deficiency) of revenues over expenditures	<u>(4,648)</u>	<u>1,163</u>	<u>-</u>	<u>-</u>	<u>(5,025)</u>	<u>(989)</u>	<u>30</u>	<u>2,270</u>
<b>OTHER FINANCING SOURCES (USES)</b>								
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>NET CHANGE IN FUND BALANCES</b>	<u>\$ (4,648)</u>	<u>1,163</u>	<u>\$ -</u>	<u>-</u>	<u>\$ (5,025)</u>	<u>(989)</u>	<u>\$ 30</u>	<u>2,270</u>
<b>RECONCILIATION TO MODIFIED ACCRUAL BASIS - NET CHANGE RESULTING FROM RECORDING ACCOUNTS RECEIVABLE, PAYABLE, AND OTHER ACCRUED ITEMS</b>		(1,821)		-		883		230
<b>FUND BALANCES (DEFICIT), BEGINNING OF YEAR</b>		<u>80,971</u>		<u>100</u>		<u>49,107</u>		<u>80,743</u>
<b>FUND BALANCES (DEFICIT), END OF YEAR</b>		<u>\$ 80,313</u>		<u>\$ 100</u>		<u>\$ 49,001</u>		<u>\$ 83,243</u>

(Continued)

**McDONOUGH COUNTY, ILLINOIS**  
**SCHEDULE OF REVENUES, EXPENDITURES,**  
**AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL - CASH BASIS**  
**NONMAJOR GOVERNMENTAL FUNDS**  
Year Ended November 30, 2015

	<b>Special Revenue</b>							
	<b>Insurance Reserve Fund</b>		<b>Child Advocacy Fund</b>		<b>Coroner's Automation Fund</b>		<b>Circuit Clerk Electronic Fund</b>	
	<b>Final Budget</b>	<b>Actual</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Final Budget</b>	<b>Actual</b>
<b>REVENUES</b>								
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State of Illinois:								
Motor fuel tax allotments	-	-	-	-	-	-	-	-
State grants and expenditure reimbursements	-	-	-	-	-	-	-	-
Federal revenue	-	-	-	-	-	-	-	-
Fees for services and materials	-	-	-	-	5,000	6,500	5,000	5,179
Investment income	5,000	9,689	-	-	5	9	5	9
Other	-	-	-	-	-	-	-	-
Total revenues	<u>5,000</u>	<u>9,689</u>	<u>-</u>	<u>-</u>	<u>5,005</u>	<u>6,509</u>	<u>5,005</u>	<u>5,188</u>
<b>EXPENDITURES</b>								
Current:								
General government	-	3,289	-	-	-	-	-	-
Public safety	-	-	-	-	-	-	-	-
Corrections	-	-	-	-	-	-	-	-
Judiciary and court related	-	-	-	-	-	-	1,000	-
Public health	-	-	-	-	-	-	-	-
Public welfare	-	-	-	-	-	-	-	-
Transportation	-	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	2,500	-	-	-
Total expenditures	<u>-</u>	<u>3,289</u>	<u>-</u>	<u>-</u>	<u>2,500</u>	<u>-</u>	<u>1,000</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	<u>5,000</u>	<u>6,400</u>	<u>-</u>	<u>-</u>	<u>2,505</u>	<u>6,509</u>	<u>4,005</u>	<u>5,188</u>
<b>OTHER FINANCING SOURCES (USES)</b>								
Transfers in	-	-	-	-	-	-	-	-
Transfers out	(20,000)	-	-	-	-	-	-	-
Total other financing sources (uses)	<u>(20,000)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>NET CHANGE IN FUND BALANCES</b>	<u>\$ (15,000)</u>	<u>6,400</u>	<u>\$ -</u>	<u>-</u>	<u>\$ 2,505</u>	<u>6,509</u>	<u>\$ 4,005</u>	<u>5,188</u>
<b>RECONCILIATION TO MODIFIED ACCRUAL BASIS - NET CHANGE RESULTING FROM RECORDING ACCOUNTS RECEIVABLE, PAYABLE, AND OTHER ACCRUED ITEMS</b>		143		-		-		(1)
<b>FUND BALANCES (DEFICIT), BEGINNING OF YEAR</b>		<u>1,019,196</u>		<u>21,593</u>		<u>15,498</u>		<u>14,583</u>
<b>FUND BALANCES (DEFICIT), END OF YEAR</b>		<u>\$ 1,025,739</u>		<u>\$ 21,593</u>		<u>\$ 22,007</u>		<u>\$ 19,770</u>

(Continued)

**McDONOUGH COUNTY, ILLINOIS**  
**SCHEDULE OF REVENUES, EXPENDITURES,**  
**AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL - CASH BASIS**  
**NONMAJOR GOVERNMENTAL FUNDS**  
Year Ended November 30, 2015

	State's Attorney Recorders Automation Fund		Special Revenue Adult Redeploy Grant Fund		Court Appointed Special Advocacy Fund		Capital Projects Equipment Replacement Fund		Capital Improvement & Equipment Fund	
	Final Budget	Actual	Final Budget	Actual	Final Budget	Actual	Final Budget	Actual	Final Budget	Actual
	<b>REVENUES</b>									
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State of Illinois:	-	-	-	-	-	-	-	-	-	-
Motor fuel tax allotments	-	-	-	-	-	-	-	-	-	-
State grants and expenditure reimbursements	-	-	-	-	-	-	-	-	-	-
Federal revenue	-	-	-	-	-	-	-	-	-	-
Fees for services and materials	1,500	2,678	432,712	188,034	16,000	27,395	-	-	-	-
Investment income	1	1	20	32	1	2	100	499	5	4
Other	-	-	100	-	-	-	145,000	129,566	-	-
Total revenues	<u>1,501</u>	<u>2,679</u>	<u>432,832</u>	<u>188,066</u>	<u>16,001</u>	<u>27,397</u>	<u>145,100</u>	<u>130,065</u>	<u>5</u>	<u>4</u>
<b>EXPENDITURES</b>										
Current:										
General government	-	-	-	-	-	-	-	-	-	-
Public safety	-	-	-	-	-	-	-	-	-	-
Corrections	-	-	-	-	-	-	-	-	-	-
Judiciary and court related	500	1,912	432,833	265,580	23,400	23,400	-	-	-	-
Public health	-	-	-	-	-	-	-	-	-	-
Public welfare	-	-	-	-	-	-	-	-	-	-
Transportation	-	-	-	-	-	-	-	-	-	-
Capital outlay	2,000	-	-	-	-	-	175,000	37,680	2,500	-
Total expenditures	<u>2,500</u>	<u>1,912</u>	<u>432,833</u>	<u>265,580</u>	<u>23,400</u>	<u>23,400</u>	<u>175,000</u>	<u>37,680</u>	<u>2,500</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	(999)	767	(1)	(77,514)	(7,399)	3,997	(29,900)	92,385	(2,495)	4
<b>OTHER FINANCING SOURCES (USES)</b>										
Transfers in	-	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-	-	-
<b>NET CHANGE IN FUND BALANCES</b>	<u>\$ (999)</u>	<u>767</u>	<u>\$ (1)</u>	<u>(77,514)</u>	<u>\$ (7,399)</u>	<u>3,997</u>	<u>\$ (29,900)</u>	<u>92,385</u>	<u>\$ (2,495)</u>	<u>4</u>
<b>RECONCILIATION TO MODIFIED ACCRUAL BASIS - NET CHANGE RESULTING FROM RECORDING ACCOUNTS RECEIVABLE, PAYABLE, AND OTHER ACCRUED ITEMS</b>		44		77,546		920		(14,726)		-
<b>FUND BALANCES (DEFICIT), BEGINNING OF YEAR</b>		<u>1,309</u>		<u>320</u>		<u>3,954</u>		<u>321,479</u>		<u>10,547</u>
<b>FUND BALANCES (DEFICIT), END OF YEAR</b>		<u>\$ 2,120</u>		<u>\$ 352</u>		<u>\$ 8,871</u>		<u>\$ 399,138</u>		<u>\$ 10,551</u>

(Concluded)

**McDONOUGH COUNTY, ILLINOIS**  
**COMBINING STATEMENT OF NET POSITION**  
**INTERNAL SERVICE FUNDS**  
November 30, 2015

	<b>Liability Insurance Fund</b>	<b>Self Insurance Fund</b>	<b>Total Internal Service Funds</b>
<b>ASSETS</b>			
Current assets:			
Cash and cash equivalents	\$ 930,760	\$ 2,650,466	\$ 3,581,226
Receivables, net:			
Property taxes	341,750	-	341,750
Prepaid insurance	73,663	-	73,663
Due from other funds	101,127	10,536	111,663
<b>TOTAL ASSETS</b>	<b>1,447,300</b>	<b>2,661,002</b>	<b>4,108,302</b>
<b>LIABILITIES AND DEFERRED INFLOWS OF RESOURCES</b>			
Current liabilities:			
Accounts payable	-	8,248	8,248
Claims payable	-	165,350	165,350
Due to other funds	12,561	-	12,561
Total liabilities	12,561	173,598	186,159
Deferred inflows of resources:			
Unearned revenue - property taxes	341,750	-	341,750
Total deferred inflows of resources	341,750	-	341,750
<b>TOTAL LIABILITIES AND DEFERRED INFLOWS OF RESOURCES</b>	<b>354,311</b>	<b>173,598</b>	<b>527,909</b>
<b>NET POSITION</b>			
Unrestricted	1,092,989	2,487,404	3,580,393
<b>TOTAL NET POSITION</b>	<b>\$ 1,092,989</b>	<b>\$ 2,487,404</b>	<b>\$ 3,580,393</b>

**McDONOUGH COUNTY, ILLINOIS**  
**COMBINING STATEMENT OF REVENUES, EXPENSES,**  
**AND CHANGES IN NET POSITION**  
**INTERNAL SERVICE FUNDS**  
For the Year Ended November 30, 2015

	<b>Liability Insurance Fund</b>	<b>Self Insurance Fund</b>	<b>Total Internal Service Funds</b>
<b>OPERATING REVENUES</b>			
Charges for services	\$ 201,635	\$ 2,695,245	\$ 2,896,880
<b>OPERATING EXPENSES</b>			
Unemployment	32,951	-	32,951
Liability insurance	332,343	-	332,343
Workman's compensation	240,956	-	240,956
Medical claims and administration fees	62,497	2,281,326	2,343,823
Total operating expenses	668,747	2,281,326	2,950,073
Operating income (loss)	(467,112)	413,919	(53,193)
<b>NONOPERATING REVENUES (EXPENSES)</b>			
Property taxes	328,668	-	328,668
Investment income	820	1,845	2,665
Grants	23,508	-	23,508
Other	6,729	75,404	82,133
Total nonoperating revenue	359,725	77,249	436,974
Income (loss) before transfers	(107,387)	491,168	383,781
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers out	-	(1,845)	(1,845)
Total other financing sources (uses)	-	(1,845)	(1,845)
<b>CHANGE IN NET POSITION</b>	(107,387)	489,323	381,936
<b>TOTAL NET POSITION - BEGINNING</b>	1,200,376	1,998,081	3,198,457
<b>TOTAL NET POSITION - ENDING</b>	\$ 1,092,989	\$ 2,487,404	\$ 3,580,393

See accompanying Independent Auditor's Report.

**McDONOUGH COUNTY, ILLINOIS**  
**COMBINING STATEMENT OF CASH FLOWS**  
**INTERNAL SERVICE FUNDS**  
For the year ended November 30, 2015

	<u>Liability Insurance Fund</u>	<u>Self Insurance Fund</u>	<u>Total Internal Service Funds</u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Payments to suppliers	\$ (681,427)	\$ (2,162,134)	\$ (2,843,561)
Internal activity-payments from other funds	201,635	2,695,245	2,896,880
Net cash from operating activities	<u>(479,792)</u>	<u>533,111</u>	<u>53,319</u>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>			
Property taxes	328,668	-	328,668
Other nonoperating revenue (expense)	6,729	75,404	82,133
Grants received	23,508	-	23,508
Interfund borrowing	179,683	7,295	186,978
Transfers out	-	(1,845)	(1,845)
Net cash from noncapital financing activities	<u>538,588</u>	<u>80,854</u>	<u>619,442</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Interest on investments	820	1,845	2,665
Net cash from investing activities	<u>820</u>	<u>1,845</u>	<u>2,665</u>
<b>NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS</b>			
	59,616	615,810	675,426
<b>CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR</b>			
	<u>871,144</u>	<u>2,034,656</u>	<u>2,905,800</u>
<b>CASH AND CASH EQUIVALENTS, END OF YEAR</b>			
	<u>\$ 930,760</u>	<u>\$ 2,650,466</u>	<u>\$ 3,581,226</u>
<b>RECONCILIATION OF OPERATING LOSS TO NET CASH FROM OPERATING ACTIVITIES</b>			
Operating loss	\$ (467,112)	\$ 413,919	\$ (53,193)
Adjustments to reconcile operating loss to net cash from operating activities			
Change in assets and liabilities:			
Prepaid insurance	9,868	-	9,868
Accounts payable	(22,548)	119,192	96,644
<b>NET CASH FROM OPERATING ACTIVITIES</b>	<u>\$ (479,792)</u>	<u>\$ 533,111</u>	<u>\$ 53,319</u>

See accompanying Independent Auditor's Report.

**McDONOUGH COUNTY, ILLINOIS**  
**COMBINING STATEMENT OF FIDUCIARY NET POSITION**  
**AGENCY FUNDS**  
November 30, 2015

	<b>County Collector's Tax Fund</b>					
	<b>Current Tax Collection Account</b>	<b>Mobile Home Privilege Tax Account</b>	<b>Court Services Fund</b>	<b>Multi-County Chief Judge Fund</b>	<b>Probation Service Fund</b>	<b>Condemnation Fund</b>
<b>ASSETS</b>						
Cash and cash equivalents	\$ 8,457	\$ 644	\$ 796,575	\$ 79,184	\$ 169,632	\$ 21,947
Investments	-	-	-	-	-	20,000
Receivables:						
State of Illinois	-	-	283,634	-	-	-
Other	-	-	-	-	-	-
Due from other funds	-	-	-	-	-	-
<b>TOTAL ASSETS</b>	<b><u>\$ 8,457</u></b>	<b><u>\$ 644</u></b>	<b><u>\$ 1,080,209</u></b>	<b><u>\$ 79,184</u></b>	<b><u>\$ 169,632</u></b>	<b><u>\$ 41,947</u></b>
<b>LIABILITIES</b>						
Accounts payable	\$ -	\$ -	\$ 137,500	\$ 18	\$ 19,219	\$ -
Due to other funds	-	-	-	-	267	-
Due to other taxing units	8,457	644	-	-	-	-
Due to others	-	-	942,709	79,166	150,146	41,947
<b>TOTAL LIABILITIES</b>	<b><u>\$ 8,457</u></b>	<b><u>\$ 644</u></b>	<b><u>\$ 1,080,209</u></b>	<b><u>\$ 79,184</u></b>	<b><u>\$ 169,632</u></b>	<b><u>\$ 41,947</u></b>

(Continued)

**McDONOUGH COUNTY, ILLINOIS**  
**COMBINING STATEMENT OF FIDUCIARY NET POSITION**  
**AGENCY FUNDS**  
November 30, 2015

	<b>Unclaimed Estates Fund</b>	<b>Advocacy Fund</b>	<b>Dive and Rescue Team Fund</b>	<b>Sheriff's Inmate Commissary Fund</b>	<b>State's Attorney Restitution Fund</b>	<b>Township MFT Fund</b>	<b>Township Bridge Fund</b>
<b>ASSETS</b>							
Cash and cash equivalents	\$ 1,731	\$ 158	\$ 392	\$ 15,875	\$ 4,142	\$ 651,571	\$ 297,140
Investments	-	-	-	-	-	-	-
Receivables:							
State of Illinois	-	-	-	-	-	465,997	-
Other	-	-	-	-	-	-	46,155
Due from other funds	-	-	-	-	-	-	46,155
<b>TOTAL ASSETS</b>	<b><u>\$ 1,731</u></b>	<b><u>\$ 158</u></b>	<b><u>\$ 392</u></b>	<b><u>\$ 15,875</u></b>	<b><u>\$ 4,142</u></b>	<b><u>\$ 1,117,568</u></b>	<b><u>\$ 389,450</u></b>
<b>LIABILITIES</b>							
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 60,137	\$ 313
Due to other funds	359	-	-	-	-	117,796	210,372
Due to other taxing units	-	-	-	-	-	939,635	178,765
Due to others	1,372	158	392	15,875	4,142	-	-
<b>TOTAL LIABILITIES</b>	<b><u>\$ 1,731</u></b>	<b><u>\$ 158</u></b>	<b><u>\$ 392</u></b>	<b><u>\$ 15,875</u></b>	<b><u>\$ 4,142</u></b>	<b><u>\$ 1,117,568</u></b>	<b><u>\$ 389,450</u></b>

(Continued)

**McDONOUGH COUNTY, ILLINOIS**  
**COMBINING STATEMENT OF FIDUCIARY NET POSITION**  
**AGENCY FUNDS**  
November 30, 2015

	<b>Tri-County Waste and Resource Management Fund</b>	<b>Tax Sale Indemnity Fund</b>	<b>County Clerk</b>	<b>Circuit Clerk</b>	<b>Total</b>
<b>ASSETS</b>					
Cash and cash equivalents	\$ -	\$ 86,779	\$ 79,253	\$ 255,150	\$ 2,468,630
Investments	-	-	-	50,000	70,000
Receivables:					
State of Illinois	-	-	-	-	749,631
Other	-	-	-	-	46,155
Due from other funds	-	-	-	-	46,155
<b>TOTAL ASSETS</b>	<b><u>\$ -</u></b>	<b><u>\$ 86,779</u></b>	<b><u>\$ 79,253</u></b>	<b><u>\$ 305,150</u></b>	<b><u>\$ 3,380,571</u></b>
<b>LIABILITIES</b>					
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ 217,187
Due to other funds	-	-	37,803	-	366,597
Due to other taxing units	-	-	41,450	305,150	1,474,101
Due to others	-	86,779	-	-	1,322,686
<b>TOTAL LIABILITIES</b>	<b><u>\$ -</u></b>	<b><u>\$ 86,779</u></b>	<b><u>\$ 79,253</u></b>	<b><u>\$ 305,150</u></b>	<b><u>\$ 3,380,571</u></b> (Concluded)

**MCDONOUGH COUNTY, ILLINOIS**  
**COMBINING SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES**  
**AGENCY FUNDS**  
For the Year Ended November 30, 2015

	<b>Balances,</b>	<b>Additions</b>	<b>Deductions</b>	<b>Balances,</b>
	<b>December 1, 2014</b>			<b>November 30, 2015</b>
<b>Total All Agency Funds</b>				
<b>ASSETS</b>				
Cash and cash equivalents	\$ 2,590,563	\$ 50,084,660	\$ 50,206,593	\$ 2,468,630
Investments	70,000	30,000	30,000	70,000
Accounts receivable	464,878	795,786	464,878	795,786
Due from other funds	7,269	46,155	7,269	46,155
<b>TOTAL ASSETS</b>	<b>\$ 3,132,710</b>	<b>\$ 50,956,601</b>	<b>\$ 50,708,740</b>	<b>\$ 3,380,571</b>
<b>LIABILITIES</b>				
Accounts payable	\$ 195,075	\$ 217,187	\$ 195,075	\$ 217,187
Due to other funds	142,936	366,597	142,936	366,597
Due to other taxing units	1,730,495	46,863,100	47,119,494	1,474,101
Due to others	1,064,204	3,509,717	3,251,235	1,322,686
<b>TOTAL LIABILITIES</b>	<b>\$ 3,132,710</b>	<b>\$ 50,956,601</b>	<b>\$ 50,708,740</b>	<b>\$ 3,380,571</b>
<b>1. County Collector - Current Tax Collection Account</b>				
<b>ASSETS</b>				
Cash and cash equivalents	\$ 13,452	\$ 42,925,748	\$ 42,930,743	\$ 8,457
<b>TOTAL ASSETS</b>	<b>\$ 13,452</b>	<b>\$ 42,925,748</b>	<b>\$ 42,930,743</b>	<b>\$ 8,457</b>
<b>LIABILITIES</b>				
Due to other taxing units	\$ 13,452	\$ 42,925,748	\$ 42,930,743	\$ 8,457
<b>TOTAL LIABILITIES</b>	<b>\$ 13,452</b>	<b>\$ 42,925,748</b>	<b>\$ 42,930,743</b>	<b>\$ 8,457</b>
<b>2. County Collector - Mobile Home Privilege Tax Account</b>				
<b>ASSETS</b>				
Cash and cash equivalents	\$ 1,226	\$ 47,735	\$ 48,317	\$ 644
<b>TOTAL ASSETS</b>	<b>\$ 1,226</b>	<b>\$ 47,735</b>	<b>\$ 48,317</b>	<b>\$ 644</b>
<b>LIABILITIES</b>				
Due to other taxing units	\$ 1,226	\$ 47,735	\$ 48,317	\$ 644
<b>TOTAL LIABILITIES</b>	<b>\$ 1,226</b>	<b>\$ 47,735</b>	<b>\$ 48,317</b>	<b>\$ 644</b>

**MCDONOUGH COUNTY, ILLINOIS**  
 COMBINING SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES (Continued)  
 AGENCY FUNDS  
 For the Year Ended November 30, 2015

	<b>Balances, December 1, 2014</b>	<b>Additions</b>	<b>Deductions</b>	<b>Balances, November 30, 2015</b>
<b>3. Court Services</b>				
<b>ASSETS</b>				
Cash and cash equivalents	\$ 446,689	\$ 3,089,229	\$ 2,739,343	\$ 796,575
Accounts receivable	365,894	283,634	365,894	283,634
<b>TOTAL ASSETS</b>	<b>\$ 812,583</b>	<b>\$ 3,372,863</b>	<b>\$ 3,105,237</b>	<b>\$ 1,080,209</b>
<b>LIABILITIES</b>				
Accounts payable	\$ 138,262	\$ 137,500	\$ 138,262	\$ 137,500
Due to others	674,321	3,235,363	2,966,975	942,709
<b>TOTAL LIABILITIES</b>	<b>\$ 812,583</b>	<b>\$ 3,372,863</b>	<b>\$ 3,105,237</b>	<b>\$ 1,080,209</b>
<b>4. Multi-County Chief Judge</b>				
<b>ASSETS</b>				
Cash and cash equivalents	\$ 71,652	\$ 22,970	\$ 15,438	\$ 79,184
<b>TOTAL ASSETS</b>	<b>\$ 71,652</b>	<b>\$ 22,970</b>	<b>\$ 15,438</b>	<b>\$ 79,184</b>
<b>LIABILITIES</b>				
Accounts payable	\$ 268	\$ 18	\$ 268	\$ 18
Due to others	71,384	22,952	15,170	79,166
<b>TOTAL LIABILITIES</b>	<b>\$ 71,652</b>	<b>\$ 22,970</b>	<b>\$ 15,438</b>	<b>\$ 79,184</b>
<b>5. Probation Service</b>				
<b>ASSETS</b>				
Cash and cash equivalents	\$ 168,127	\$ 76,487	\$ 74,982	\$ 169,632
<b>TOTAL ASSETS</b>	<b>\$ 168,127</b>	<b>\$ 76,487</b>	<b>\$ 74,982</b>	<b>\$ 169,632</b>
<b>LIABILITIES</b>				
Accounts payable	\$ 8,258	\$ 19,219	\$ 8,258	\$ 19,219
Due to other funds	267	267	267	267
Due to others	159,602	57,001	66,457	150,146
<b>TOTAL LIABILITIES</b>	<b>\$ 168,127</b>	<b>\$ 76,487</b>	<b>\$ 74,982</b>	<b>\$ 169,632</b>

**MCDONOUGH COUNTY, ILLINOIS**  
 COMBINING SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES (Continued)  
 AGENCY FUNDS  
 For the Year Ended November 30, 2015

	<b>Balances,</b>			<b>Balances,</b>		
	<b>December 1, 2014</b>	<b>Additions</b>	<b>Deductions</b>	<b>December 1, 2014</b>	<b>Additions</b>	<b>Deductions</b>
<b>6. Condemnation</b>						
<b>ASSETS</b>						
Cash and cash equivalents	\$ 21,858	\$ 38,089	\$ 38,000	\$ 21,947		
Investments	20,000	20,000	20,000	20,000		
<b>TOTAL ASSETS</b>	<b>\$ 41,858</b>	<b>\$ 58,089</b>	<b>\$ 58,000</b>	<b>\$ 41,947</b>		
<b>LIABILITIES</b>						
Due to others	\$ 41,858	\$ 58,089	\$ 58,000	\$ 41,947		
<b>TOTAL LIABILITIES</b>	<b>\$ 41,858</b>	<b>\$ 58,089</b>	<b>\$ 58,000</b>	<b>\$ 41,947</b>		
<b>7. Unclaimed Estates</b>						
<b>ASSETS</b>						
Cash and cash equivalents	\$ 18,473	\$ 31	\$ 16,773	\$ 1,731		
<b>TOTAL ASSETS</b>	<b>\$ 18,473</b>	<b>\$ 31</b>	<b>\$ 16,773</b>	<b>\$ 1,731</b>		
<b>LIABILITIES</b>						
Due to other funds	\$ 359	\$ 359	\$ 359	\$ 359		
Due to others	18,114	(328)	16,414	1,372		
<b>TOTAL LIABILITIES</b>	<b>\$ 18,473</b>	<b>\$ 31</b>	<b>\$ 16,773</b>	<b>\$ 1,731</b>		
<b>8. Advocacy</b>						
<b>ASSETS</b>						
Cash and cash equivalents	\$ 158	\$ -	\$ -	\$ 158		
<b>TOTAL ASSETS</b>	<b>\$ 158</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 158</b>		
<b>LIABILITIES</b>						
Due to others	\$ 158	\$ -	\$ -	\$ 158		
<b>TOTAL LIABILITIES</b>	<b>\$ 158</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 158</b>		
<b>9. Dive and Rescue Team</b>						
<b>ASSETS</b>						
Cash and cash equivalents	\$ 392	\$ -	\$ -	\$ 392		
<b>TOTAL ASSETS</b>	<b>\$ 392</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 392</b>		
<b>LIABILITIES</b>						
Due to others	\$ 392	\$ -	\$ -	\$ 392		
<b>TOTAL LIABILITIES</b>	<b>\$ 392</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 392</b>		

**MCDONOUGH COUNTY, ILLINOIS**  
 COMBINING SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES (Continued)  
 AGENCY FUNDS  
 For the Year Ended November 30, 2015

	<b>Balances,</b>			<b>Balances,</b>	
	<b>December 1, 2014</b>	<b>Additions</b>	<b>Deductions</b>	<b>November 30, 2015</b>	
<b>10. Sheriff's Inmate Commissary Account</b>					
<b>ASSETS</b>					
Cash and cash equivalents	\$ 15,024	\$ 105,056	\$ 104,205	\$ 15,875	
<b>TOTAL ASSETS</b>	<b>\$ 15,024</b>	<b>\$ 105,056</b>	<b>\$ 104,205</b>	<b>\$ 15,875</b>	
<b>LIABILITIES</b>					
Due to others	\$ 15,024	\$ 105,056	\$ 104,205	\$ 15,875	
<b>TOTAL LIABILITIES</b>	<b>\$ 15,024</b>	<b>\$ 105,056</b>	<b>\$ 104,205</b>	<b>\$ 15,875</b>	
<b>11. State's Attorney Restitution Account</b>					
<b>ASSETS</b>					
Cash and cash equivalents	\$ 4,850	\$ 23,306	\$ 24,014	\$ 4,142	
<b>TOTAL ASSETS</b>	<b>\$ 4,850</b>	<b>\$ 23,306</b>	<b>\$ 24,014</b>	<b>\$ 4,142</b>	
<b>LIABILITIES</b>					
Due to others	\$ 4,850	\$ 23,306	\$ 24,014	\$ 4,142	
<b>TOTAL LIABILITIES</b>	<b>\$ 4,850</b>	<b>\$ 23,306</b>	<b>\$ 24,014</b>	<b>\$ 4,142</b>	
<b>12. Township MFT</b>					
<b>ASSETS</b>					
Cash and cash equivalents	\$ 1,325,599	\$ 832,814	\$ 1,506,842	\$ 651,571	
Accounts receivable	91,478	465,997	91,478	465,997	
<b>TOTAL ASSETS</b>	<b>\$ 1,417,077</b>	<b>\$ 1,298,811</b>	<b>\$ 1,598,320</b>	<b>\$ 1,117,568</b>	
<b>LIABILITIES</b>					
Accounts payable	\$ 33,512	\$ 60,137	\$ 33,512	\$ 60,137	
Due to other funds	112,218	117,796	112,218	117,796	
Due to other taxing units	1,271,347	1,120,878	1,452,590	939,635	
<b>TOTAL LIABILITIES</b>	<b>\$ 1,417,077</b>	<b>\$ 1,298,811</b>	<b>\$ 1,598,320</b>	<b>\$ 1,117,568</b>	

**MCDONOUGH COUNTY, ILLINOIS**  
 COMBINING SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES (Continued)  
 AGENCY FUNDS  
 For the Year Ended November 30, 2015

	<b>Balances,</b>			<b>Balances,</b>		
	<b>December 1, 2014</b>	<b>Additions</b>	<b>Deductions</b>	<b>December 1, 2014</b>	<b>Additions</b>	<b>Deductions</b>
<b>13. Township Bridge</b>						
<b>ASSETS</b>						
Cash and cash equivalents	\$ 99,262	\$ 444,263	\$ 246,385	\$ 297,140		
Accounts receivable	-	46,155	-	46,155		
Due from other funds	-	46,155	-	46,155		
<b>TOTAL ASSETS</b>	<b>\$ 99,262</b>	<b>\$ 536,573</b>	<b>\$ 246,385</b>	<b>\$ 389,450</b>		
<b>LIABILITIES</b>						
Accounts payable	\$ -	\$ 313	\$ -	\$ 313		
Due to other funds	-	210,372	-	210,372		
Due to other taxing units	99,262	325,888	246,385	178,765		
<b>TOTAL LIABILITIES</b>	<b>\$ 99,262</b>	<b>\$ 536,573</b>	<b>\$ 246,385</b>	<b>\$ 389,450</b>		
<b>14. Tri-County Waste and Resource Management</b>						
<b>ASSETS</b>						
Cash and cash equivalents	\$ 8,551	\$ 70,008	\$ 78,559	\$ -		
Accounts receivable	7,506	-	7,506	-		
Due from other funds	7,269	-	7,269	-		
<b>TOTAL ASSETS</b>	<b>\$ 23,326</b>	<b>\$ 70,008</b>	<b>\$ 93,334</b>	<b>\$ -</b>		
<b>LIABILITIES</b>						
Accounts payable	\$ 14,775	\$ -	\$ 14,775	\$ -		
Due to other taxing units	8,551	70,008	78,559	-		
<b>TOTAL LIABILITIES</b>	<b>\$ 23,326</b>	<b>\$ 70,008</b>	<b>\$ 93,334</b>	<b>\$ -</b>		
<b>15. Tax Sale Indemnity</b>						
<b>ASSETS</b>						
Cash and cash equivalents	\$ 78,501	\$ 8,278	\$ -	\$ 86,779		
<b>TOTAL ASSETS</b>	<b>\$ 78,501</b>	<b>\$ 8,278</b>	<b>\$ -</b>	<b>\$ 86,779</b>		
<b>LIABILITIES</b>						
Due to others	\$ 78,501	\$ 8,278	\$ -	\$ 86,779		
<b>TOTAL LIABILITIES</b>	<b>\$ 78,501</b>	<b>\$ 8,278</b>	<b>\$ -</b>	<b>\$ 86,779</b>		

**MCDONOUGH COUNTY, ILLINOIS**  
 COMBINING SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES (Continued)  
 AGENCY FUNDS  
 For the Year Ended November 30, 2015

	<b>Balances, December 1, 2014</b>	<b>Additions</b>	<b>Deductions</b>	<b>Balances, November 30, 2015</b>
<b>16. County Clerk</b>				
<b>ASSETS</b>				
Cash and cash equivalents	\$ 51,419	\$ 1,053,205	\$ 1,025,371	\$ 79,253
<b>TOTAL ASSETS</b>	<b>\$ 51,419</b>	<b>\$ 1,053,205</b>	<b>\$ 1,025,371</b>	<b>\$ 79,253</b>
<b>LIABILITIES</b>				
Due to other funds	\$ 30,092	\$ 37,803	\$ 30,092	\$ 37,803
Due to other taxing units	21,327	1,015,402	995,279	41,450
<b>TOTAL LIABILITIES</b>	<b>\$ 51,419</b>	<b>\$ 1,053,205</b>	<b>\$ 1,025,371</b>	<b>\$ 79,253</b>
<b>17. Circuit Clerk</b>				
<b>ASSETS</b>				
Cash and cash equivalents	\$ 265,330	\$ 1,347,441	\$ 1,357,621	\$ 255,150
Investments	50,000	10,000	10,000	50,000
<b>TOTAL ASSETS</b>	<b>\$ 315,330</b>	<b>\$ 1,357,441</b>	<b>\$ 1,367,621</b>	<b>\$ 305,150</b>
<b>LIABILITIES</b>				
Due to other taxing units	\$ 315,330	\$ 1,357,441	\$ 1,367,621	\$ 305,150
<b>TOTAL LIABILITIES</b>	<b>\$ 315,330</b>	<b>\$ 1,357,441</b>	<b>\$ 1,367,621</b>	<b>\$ 305,150</b>

## **SUPPLEMENTAL INFORMATION**

**McDONOUGH COUNTY, ILLINOIS**  
**SCHEDULE OF TAX INFORMATION**  
Year Ended November 30, 2015

	<b>Year Ended November 30, 2015</b>		
	<b>2014</b>		
	<b>Levy</b>	<b>Rate</b>	<b>Collection</b>
General Corporate **	\$ 1,035,500	0.25537	\$ 1,040,646
County Highway	276,150	0.06959	280,515
County Aid to Bridges	151,350	0.03815	153,790
Federal Aid Matching	188,960	0.04763	192,076
Tuberculosis	30,000	0.00757	24,934
Veterans' Assistance	62,000	0.01564	60,354
Municipal Retirement	1,145,000	0.28848	1,187,094
Social Security	650,000	0.01680	660,161
Building Rental (Building Commission) **	350,000	0.08853	349,017
Cooperative Extension	171,100	0.04312	173,773
Mental Health	377,700	0.09519	383,616
County Health	317,600	0.08034	322,567
Senior Citizens' Transportation	42,000	0.01059	41,888
Economic Development Revolving Loan	-	-	53,765
Liability Insurance	323,150	0.08174	328,257
The Elms	377,700	0.09554	384,129
	<b>\$ 5,498,210</b>	<b>1.23428</b>	<b>\$ 5,636,582</b>
 <b>TOTALS</b>	<b>\$ 5,498,210</b>	<b>1.23428</b>	<b>\$ 5,636,582</b>
 <b>ASSESSED VALUATION</b>		<b>\$ 395,368,669</b>	

Note: The amounts reported as collections reflect only the distribution from the current year's tax settlement.

\*\* For the year ended November 30, 2015, the assessed valuations used for General Corporate and Building Rental were \$429,490,652, which includes the assessed valuation of Enterprise Zone properties. Collections of \$53,765 of taxes extended for the General Corporate levies of McDonough County, City of Macomb, and Macomb City Township were distributed to the Economic Development Revolving Loan Fund (Enterprise Zone).

<b>Year Ended November 30, 2014</b>			<b>Year Ended November 30, 2013</b>		
<b>2013</b>			<b>2012</b>		
<b>Levy</b>	<b>Rate</b>	<b>Collection</b>	<b>Levy</b>	<b>Rate</b>	<b>Collection</b>
\$ 1,012,700	0.25522	\$ 1,010,270	\$ 975,000	0.25018	\$ 986,492
270,265	0.06986	274,328	262,380	0.06911	269,035
148,134	0.03829	150,388	143,810	0.03788	147,459
184,855	0.04779	187,759	179,438	0.04727	184,042
33,200	0.00859	29,841	32,230	0.00849	33,079
62,843	0.01626	61,655	61,000	0.01607	62,618
1,035,716	0.26764	1,137,211	970,230	0.25555	1,030,709
692,535	0.17900	645,709	672,332	0.17709	689,341
350,000	0.09068	348,990	350,000	0.09219	349,213
167,453	0.04329	169,981	162,555	0.04282	166,711
369,672	0.09556	375,243	358,877	0.09453	368,006
310,856	0.08035	315,522	301,785	0.07949	309,434
44,815	0.01160	41,748	43,478	0.01146	44,671
-	-	22,503	-	-	21,783
316,135	0.08172	321,043	306,900	0.08084	314,708
369,672	0.09556	375,766	358,877	0.09453	368,543
<u>\$ 5,368,851</u>	<u>1.38141</u>	<u>\$ 5,467,957</u>	<u>\$ 5,178,892</u>	<u>1.35750</u>	<u>\$ 5,345,844</u>
	<u>\$ 385,986,186</u>		<u>\$ 379,673,907</u>		