

IROQUOIS COUNTY, ILLINOIS

**FINANCIAL STATEMENTS
AND SUPPLEMENTARY
INFORMATION**

November 30, 2014



CliftonLarsonAllen

TABLE OF CONTENTS

	PAGE
FINANCIAL SECTION	
INDEPENDENT AUDITORS' REPORT	1-3
MANAGEMENT'S DISCUSSION AND ANALYSIS	4-8
BASIC FINANCIAL STATEMENTS	
Government-Wide Financial Statements:	
Statement of Net Position	9
Statement of Activities	10-11
Fund Financial Statements:	
Balance Sheet – Governmental Funds	12
Reconciliation of the Balance Sheet of Governmental Funds to the Net Position of Governmental Activities	13
Statement of Revenues, Expenditures and Changes in Fund Balances – Governmental Funds	14-15
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities	16
Statement of Net Position – Proprietary Funds	17
Statement of Revenues, Expenses and Changes in Net Position – Proprietary Funds	18
Statement of Cash Flows – Proprietary Fund Types	19
Statement of Fiduciary Net Position – Fiduciary Funds	20
Statement of Changes in Fiduciary Net Position – Fiduciary Funds – Private Purpose Trust Fund	21
Notes to Financial Statements	22-44

TABLE OF CONTENTS

	PAGE
Required Supplementary Information	45
Statement of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual – General Fund.....	46-47
Statement of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual – Major Fund – Special Revenue Fund – County Motor Fuel Tax.....	48
Statement of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual – Major Fund – Special Revenue Fund – IMRF.....	49
Statement of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual – Major Fund - Special Revenue Fund – County Highway	50
Statement of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual – Major Fund – Special Revenue Fund – Matching Tax.....	51
Statement of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual – Major Fund – Special Revenue Fund – Iroquois County Public Health Department	52
Statement of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual – Major Fund - Special Revenue Fund – Ford - Iroquois Public Health Department	53
Schedules of Funding Progress	54-55
Notes to Required Supplementary Information	56
 OTHER SUPPLEMENTARY INFORMATION	 57
Combining Balance Sheet – General Fund.....	58
Combining Statement of Revenues, Expenditures and Changes in Fund Balance – General Fund	59
Combining Balance Sheet – Nonmajor Governmental Funds	60-66
Combining Statement of Revenues, Expenditures and Changes in Fund Balance (Deficit) – Nonmajor Governmental Funds	67-73
Combining Statement of Net Position – Nonmajor Enterprise Funds	74
Combining Statement of Revenues, Expenses and Changes in Net Position – Nonmajor Enterprise Funds	75
Combining Statement of Cash Flows – Nonmajor Enterprise Fund Types.....	76
Combining Statement of Fiduciary Net Position – Agency Funds.....	77-79

TABLE OF CONTENTS

	PAGE
STATISTICAL INFORMATION (Unaudited)	80
Assessed Valuation and Tax Extensions (Unaudited)	81
SINGLE AUDIT REPORTS	82
INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS	83-84
INDEPENDENT AUDITORS' REPORT ON COMPLIANCE WITH REQUIREMENTS THAT COULD HAVE A DIRECT AND MATERIAL EFFECT ON EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133	85-87
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS	88-90
NOTE TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS	91
SCHEDULE OF FINDINGS AND QUESTIONED COSTS	92-97
SCHEDULE OF STATUS OF PRIOR YEAR FINDINGS	98-99

Independent Auditors' Report

Iroquois County Board
Watseka, Illinois

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Iroquois County, Illinois (County), as of and for the year ended November 30, 2014, 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.

Auditors' 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 auditors' 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 financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Iroquois County, Illinois as of November 30, 2014, 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.

Emphasis-of-Matter

Beginning fund balance/net position from previously issued financial statements for fiscal year 2013 have been restated to reclassify three internal service funds to special revenue funds. See Note 16 which explains this restatement.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison information, and schedules of funding progress on pages 4-8 and 46-56 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.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The combining financial statements and statistical information are presented for purposes of additional analysis and are not a required part of the basic financial statements. The schedule of expenditures of federal awards, as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, is also presented for purposes of additional analysis and is not a required part of the basic financial statements.

The combining financial statements and the schedule of expenditures of federal awards are the responsibility of management and were derived from and relates 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 basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The statistical information 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 it.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated March 31, 2015 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 the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in the County's internal control over financial reporting and compliance.

A handwritten signature in black ink that reads "CliftonLarsonAllen LLP". The signature is written in a cursive, flowing style.

CliftonLarsonAllen LLP

Champaign, Illinois
March 31, 2015

**IROQUOIS COUNTY, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED NOVEMBER 30, 2014**

Our discussion and analysis of Iroquois County, Illinois' financial performance provides an overview of the County's financial activities for the year ended November 30, 2014.

USING THIS ANNUAL REPORT

This annual report consists of a series of financial statements. The Statement of Net Assets and the Statement of Activities of Iroquois County, Illinois present an overall view of the County finances. These statements tell how these services were financed. The fund statements focus on financial information about activities in more detail than the government-wide statements.

FINANCIAL HIGHLIGHTS

- The assets of Iroquois County exceeded its liabilities in the governmental activities at the close of the most recent fiscal year by \$64,052,900 (*net position*). Net position invested in capital assets (net of depreciation and related debt) accounts for eighty-two percent of this amount (\$52,508,211). Of the total, \$2,515,039 (*unrestricted net position*) may be used to meet the government's ongoing obligations to citizens and creditors.
- The governmental net position increased by \$568,974 from operations. The business-type net position decreased by \$58,895.
- Overall governmental activities revenues including transfers were \$15,378,190 which was \$568,974 higher than expenses.

REPORTING ON THE COUNTY AS A WHOLE

THE STATEMENT OF NET POSITION AND THE STATEMENT OF ACTIVITIES

One of the most asked questions about County finances is "Is the County as a whole better off or worse off as a result of the year's activities?" The Statement of Net Position and the Statement of Activities reports help answer this question. These statements include all assets and liabilities using the accrual basis of accounting. All of the current year's revenues and expenses are taken into account regardless of when cash is received or paid.

These two statements report the County's net assets and changes in them. One way to measure the County's financial health or financial position is the difference between assets, liabilities, and deferred inflows. Increases or decreases in net position are one indicator of whether its financial health is improving or deteriorating. Other nonfinancial factors, such as property tax base, factor in the overall health of the County.

In the Statement of Net Position and the Statement of Activities, we divide the County into two kinds of activities:

Governmental activities – Most of the County's basic services are reported here: general government, health and sanitation, public safety, transportation, culture and recreation, and public assistance. Property, income, sales and replacement taxes, intergovernmental revenues, investment earnings, miscellaneous revenues, and transfers finance most of these activities.

Business-type activities – The County reports the activities from the County farm and 911 Emergency Service Board as business-type activities.

**IROQUOIS COUNTY, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED NOVEMBER 30, 2014**

THE COUNTY'S MOST SIGNIFICANT FUNDS

FUND FINANCIAL STATEMENTS

The County has separate statements for each type of County funds – governmental, proprietary and fiduciary. The emphasis is on major governmental and enterprise funds displayed in separate columns. All remaining governmental funds are aggregated and reported as non-major funds.

Governmental funds – Most of the County's basic services are reported in governmental funds using the current financial resources management focus and the modified accrual basis of accounting. Revenues are recognized when measurable and available. General capital asset acquisitions are reported as expenditures in governmental funds.

Proprietary funds – Most of the County's proprietary funds revenues comes from charges for services in the 911 Emergency Service Board and cash rent of the County farm.

COUNTY'S FIDUCIARY RESPONSIBILITIES

The County is trustee, or fiduciary, for the following fund: Township Motor Fuel Tax. It is also responsible for other assets that, because of an agency arrangement, can be used only for certain beneficiaries. These activities are excluded from the County's financial statements because these assets cannot be used for County operations.

COUNTY AS A WHOLE

Tables presenting the net position and the changes in net position for the years ended November 30, 2014 and 2013 follow.

**TABLE 1
NET POSITION**

	Governmental Activities		Business-type Activities		Total Primary Government	
	2014	2013	2014	2013	2014	2013
Current and other assets	\$ 18,469,144	\$ 17,789,878	\$ 271,222	\$ 261,553	\$ 18,740,366	\$ 18,051,431
Capital assets	<u>52,508,211</u>	<u>52,422,245</u>	<u>197,873</u>	<u>244,019</u>	<u>52,706,084</u>	<u>52,666,764</u>
Total assets	<u>70,977,355</u>	<u>70,212,623</u>	<u>469,095</u>	<u>505,572</u>	<u>71,446,450</u>	<u>70,718,195</u>
Current liabilities	1,332,228	963,926	24,609	2,191	1,356,837	966,117
Non-current liabilities	<u>530,886</u>	<u>513,029</u>	-	-	<u>530,886</u>	<u>513,029</u>
Total liabilities	<u>1,863,114</u>	<u>1,476,955</u>	<u>24,609</u>	<u>2,191</u>	<u>1,887,723</u>	<u>1,479,146</u>
Dfrd Inflow/Resources	<u>5,061,341</u>	<u>5,251,742</u>	-	-	<u>5,061,341</u>	<u>5,251,742</u>
Net position:						
Invested in capital assets	52,508,211	52,422,745	197,873	244,019	52,706,084	52,666,764
Restricted	9,029,650	8,271,451	-	-	9,029,650	8,271,451
Unrestricted	<u>2,515,039</u>	<u>2,789,730</u>	<u>246,613</u>	<u>259,362</u>	<u>2,761,652</u>	<u>3,049,092</u>
Total net position	<u>\$ 64,052,900</u>	<u>\$ 63,483,926</u>	<u>\$ 469,095</u>	<u>\$ 503,381</u>	<u>\$ 64,497,386</u>	<u>\$ 63,987,307</u>

**IROQUOIS COUNTY, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED NOVEMBER 30, 2014**

**TABLE 2
CHANGES IN NET POSITION**

	<u>Governmental Activities</u>		<u>Business-type Activities</u>		<u>Total Primary Government</u>	
	<u>2014</u>	<u>2013</u>	<u>2014</u>	<u>2013</u>	<u>2014</u>	<u>2013</u>
Revenues						
Program revenues:						
Charges for services	\$ 2,169,223	\$ 2,385,717	\$ 522,458	\$ 567,908	\$ 2,691,681	\$ 2,953,625
Grants and contributions	2,814,837	1,538,153	-	-	2,814,837	1,538,153
General revenues:						
Property taxes	5,386,883	5,176,491	-	-	5,386,883	5,176,491
Other taxes/intergovernmental	4,238,105	3,741,960	-	-	4,238,105	3,741,960
Other general revenues	<u>541,479</u>	<u>704,710</u>	<u>175</u>	<u>741</u>	<u>541,654</u>	<u>705,451</u>
Total revenues	<u>15,150,527</u>	<u>13,547,031</u>	<u>522,633</u>	<u>568,649</u>	<u>15,673,160</u>	<u>14,115,680</u>
Program expenses						
General government	3,838,798	3,429,313	-	-	3,838,798	3,429,313
Health and sanitation	2,440,714	2,579,254	-	-	2,440,714	2,579,254
Public safety	3,632,124	3,942,947	-	-	3,632,124	3,942,947
Transportation	4,677,418	4,791,451	-	-	4,677,418	4,791,451
Culture and recreation	31,142	17,531	-	-	31,142	17,531
Interest on long-term debt	118	1,361	-	-	118	1,361
Public assistance	21,414	24,964	-	-	21,414	24,964
Distributions to Counties	167,488	-	-	-	167,488	-
Emergency services	-	-	302,028	317,372	302,028	317,372
Farm	-	-	<u>51,837</u>	<u>63,417</u>	<u>51,837</u>	<u>63,417</u>
Total expenses	<u>14,809,216</u>	<u>14,786,821</u>	<u>353,865</u>	<u>380,789</u>	<u>15,163,081</u>	<u>15,167,610</u>
Excess (deficiency) before transfers	341,311	(1,239,790)	168,768	187,860	510,079	(1,051,930)
Transfers	<u>227,663</u>	<u>304,348</u>	<u>(227,663)</u>	<u>(304,348)</u>	<u>-</u>	<u>-</u>
Increase (decrease) in net position	<u>\$ 568,974</u>	<u>\$ (935,442)</u>	<u>\$ (58,895)</u>	<u>\$ (116,488)</u>	<u>\$ 510,079</u>	<u>\$ (1,051,930)</u>

At the end of the current year, Iroquois County maintained positive balances in all three categories of net position, both for the government as a whole, as well as for its separate governmental and business-type activities. The County was in the same situation the previous fiscal year.

**IROQUOIS COUNTY, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED NOVEMBER 30, 2014**

GOVERNMENTAL ACTIVITIES

The County reports the following major governmental funds:

General Fund – This is the County's primary operating fund. It accounts for all financial resources of the general government.

County Motor Fuel Tax Fund – This fund receives and accounts for the County's share of motor fuel taxes from the State of Illinois and expenditures thereon.

IMRF Fund – This fund accounts for the County's share paid to the Illinois Municipal Retirement Fund.

County Highway Fund – This fund is used to collect and disburse funds for County engineering projects.

County Matching Fund – This fund is used to collect and disburse funds for County engineering projects and its proportionate share of construction or maintenance of highways in the federal aid network or county highway network.

Iroquois County Public Health Department Fund – This fund accounts for the initial five months of operations of the newly formed Iroquois County Public Health Department.

Ford-Iroquois Health Department Fund – This fund accounts for the final seven months of operations of the now dissolved Ford-Iroquois Public Health Department.

GENERAL FUND BUDGETARY HIGHLIGHTS

The revenue side of the budget relied heavily on property taxes and intergovernmental revenues, which were over budget by \$239,933, and charges for services, licenses, permits and fees which were over budget by \$176,640. The actual total revenue was over budgeted revenues by \$418,625 of which \$205,000 were the Pilot Hill Wind Farm permit fees. Actual expenditures in public safety trailed budgeted amounts by \$15,544 while total expenditures were \$13,805 under budget. The General Fund result before other financing sources (uses) was an excess of revenues over expenditures of \$146,609 (includes County Information Systems Fund).

**IROQUOIS COUNTY, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED NOVEMBER 30, 2014**

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets

On November 30, 2014 and 2013, the County had \$107,845,877 and \$106,211,378 invested in capital assets including highway, infrastructure, farm land, equipment, buildings and roads. See Note 6 for more detailed information about the County's capital assets.

	<u>Governmental Activities</u>		<u>Business-type Activities</u>		<u>Total Primary Government</u>	
	<u>2014</u>	<u>2013</u>	<u>2014</u>	<u>2013</u>	<u>2014</u>	<u>2013</u>
Land	\$ 8,600	\$ 18,600	\$ 153,037	\$ 153,037	\$ 161,637	\$ 171,637
Buildings and improvements	7,628,294	8,051,107	-	-	7,628,294	8,051,107
Equipment	1,505,712	1,319,645	1,254,060	1,556,713	2,759,772	2,876,358
Transportation network	96,298,497	93,645,614	-	-	96,298,497	93,645,614
Vehicles	997,677	1,466,662	-	-	997,677	1,466,662
Totals	<u>\$106,438,780</u>	<u>\$104,501,628</u>	<u>\$ 1,407,097</u>	<u>\$ 1,709,750</u>	<u>\$107,845,877</u>	<u>\$106,211,378</u>

Debt

Non-current liabilities reported on the entity-wide statement of net position represent accumulated compensation due to employees. See Note 7 for more detailed information about the County's long-term debt.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES

In 2014 the County was able to meet its ongoing obligations without borrowing from the bank. The use of automation funds has been and will continue to be a resource that we cannot do without. During 2014, transfers from the Automation and Farm Funds totaled \$193,345 in 2014, representing 4% of total revenue in the General Fund. The Elected Officials and Department Heads continue to partner with the County Board to bring financial stability to the County and the Board appreciates this. As we look to FY2015, the County's focus will be on monitoring changes to the State of Illinois funding levels to Iroquois County. The County will need to be able to adjust quickly to any reductions that occur to ensure the strides made over the last several years to bring financial security to the County are not eroded.

CONTACTING THE COUNTY'S FINANCIAL MANAGEMENT

This financial report is designed to provide our taxpayers with a general overview of the County's finances and shows the County's accountability for the money it receives. If you have any questions about this report or need additional information, contact **IROQUOIS COUNTY FINANCE DIRECTOR ANITA SPECKMAN** at **1001 EAST GRANT STREET, WATSEKA, ILLINOIS 60970**.

IROQUOIS COUNTY, ILLINOIS
STATEMENT OF NET POSITION
November 30, 2014

	Governmental Activities	Business-Type Activities	Total
ASSETS			
Cash and cash equivalents	\$ 11,582,532	\$ 222,582	\$ 11,805,114
Investments	157,086	-	157,086
Receivables, net:			
Accounts	-	48,640	48,640
Taxes	5,061,341	-	5,061,341
Other	10,438	-	10,438
Due from other governmental agencies	798,153	-	798,153
Loans	105,532	-	105,532
Net prepaid pension	754,062	-	754,062
Capital assets not being depreciated	328,509	153,037	481,546
Capital assets being depreciated, net	52,179,702	44,836	52,224,538
TOTAL ASSETS	\$ 70,977,355	\$ 469,095	\$ 71,446,450
LIABILITIES			
Accounts payable and accrued expenses	\$ 1,324,840	\$ 24,609	\$ 1,349,449
Unearned revenue	7,388	-	7,388
Noncurrent liabilities:			
Compensated absences	530,886	-	530,886
Total liabilities	1,863,114	24,609	1,887,723
DEFERRED INFLOWS OF RESOURCES			
Subsequent year's property tax	5,061,341	-	5,061,341
NET POSITION			
Investment in capital assets	52,508,211	197,873	52,706,084
Restricted for:			
Retirement	1,778,837	-	1,778,837
General and administrative	1,621,249	-	1,621,249
Health and sanitation	603,894	-	603,894
Justice and public safety	516,855	-	516,855
Transportation and highway	3,621,417	-	3,621,417
Culture and recreation	12	-	12
Public assistance	613,140	-	613,140
Capital projects	274,246	-	274,246
Unrestricted	2,515,039	246,613	2,761,652
Total net position	64,052,900	444,486	64,497,386
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND NET POSITION	\$ 70,977,355	\$ 469,095	\$ 71,446,450

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

IROQUOIS COUNTY, ILLINOIS
STATEMENT OF ACTIVITIES
Year Ended November 30, 2014

	<u>Program Revenues</u>				<u>Net (Expense) Revenue and Changes in Net Position</u>		
	<u>Expenses</u>	<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>	<u>Governmental Activities</u>	<u>Business- Type Activities</u>	<u>Total</u>
PROGRAMS							
Governmental Activities:							
General government	\$ (3,838,798)	\$ 1,391,494	\$ 24,563	\$ -	\$ (2,422,741)	\$ -	\$ (2,422,741)
Health and sanitation	(2,440,714)	299,888	796,531	-	(1,344,295)	-	(1,344,295)
Justice and public safety	(3,632,124)	321,468	7,515	-	(3,303,141)	-	(3,303,141)
Transportation and highway	(4,677,418)	156,373	-	1,986,228	(2,534,817)	-	(2,534,817)
Culture and recreation	(31,142)	-	-	-	(31,142)	-	(31,142)
Public assistance	(21,414)	-	-	-	(21,414)	-	(21,414)
Distributions to counties	(167,488)	-	-	-	(167,488)	-	(167,488)
Interest on long-term debt	(118)	-	-	-	(118)	-	(118)
Total governmental activities	<u>(14,809,216)</u>	<u>2,169,223</u>	<u>828,609</u>	<u>1,986,228</u>	<u>(9,825,156)</u>	<u>-</u>	<u>(9,825,156)</u>
Business-Type Activities:							
911 Emergency Service Board	(302,028)	334,674	-	-	-	32,646	32,646
County farm	(51,837)	187,784	-	-	-	135,947	135,947
Total business-type activities	<u>(353,865)</u>	<u>522,458</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>168,593</u>	<u>168,593</u>
TOTAL	<u>\$ (15,163,081)</u>	<u>\$ 2,691,681</u>	<u>\$ 828,609</u>	<u>\$ 1,986,228</u>	<u>(9,825,156)</u>	<u>168,593</u>	<u>(9,656,563)</u>

	Net (Expense) Revenue and Changes in Net Position		
	Governmental Activities	Business- Type Activities	Total
General revenues:			
Property taxes	\$ 5,386,883	\$ -	\$ 5,386,883
Income taxes	1,033,488	-	1,033,488
Sales taxes	855,018	-	855,018
Replacement taxes	219,050	-	219,050
Intergovernmental revenues	2,130,549	-	2,130,549
Interest	21,719	175	21,894
Miscellaneous	519,760	-	519,760
Transfers	<u>227,663</u>	<u>(227,663)</u>	<u>-</u>
Total general revenues and transfers	<u>10,394,130</u>	<u>(227,488)</u>	<u>10,166,642</u>
Change in net position	568,974	(58,895)	510,079
NET POSITION - BEGINNING OF YEAR	<u>63,483,926</u>	<u>503,381</u>	<u>63,987,307</u>
NET POSITION - END OF YEAR	<u>\$ 64,052,900</u>	<u>\$ 444,486</u>	<u>\$ 64,497,386</u>

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

**IROQUOIS COUNTY, ILLINOIS
BALANCE SHEET
GOVERNMENTAL FUNDS
November 30, 2014**

	General Fund	County Motor Fuel Tax	IMRF	County Highway	Matching Tax	Iroquois County Public Health Department	Ford-Iroquois Public Health Department	Nonmajor Governmental Funds	Total Governmental Funds
ASSETS									
Cash and cash equivalents	\$ 1,558,954	\$ 1,414,692	\$ 1,827,422	\$ 1,407,696	\$ 698,252	\$ 397,916	\$ 9,562	\$ 4,143,348	\$ 11,457,842
Investments	-	-	-	-	-	-	-	157,086	157,086
Receivables (net of estimated uncollectible amounts)									
Property taxes	1,288,735	-	1,642,870	476,382	238,188	392,892	-	1,022,274	5,061,341
Other	10,438	-	-	-	-	-	-	-	10,438
Intergovernmental	476,713	45,036	-	-	-	232,515	-	43,889	798,153
Loans	-	-	-	-	-	-	-	105,532	105,532
Due from other funds	-	-	-	11,137	-	-	-	-	11,137
TOTAL ASSETS	\$ 3,334,840	\$ 1,459,728	\$ 3,470,292	\$ 1,895,215	\$ 936,440	\$ 1,023,323	\$ 9,562	\$ 5,472,129	\$ 17,601,529
LIABILITIES									
Accounts payable and accrued expenses	\$ 201,716	\$ 87,064	\$ 48,585	\$ 98,204	\$ 509,059	\$ 30,618	\$ -	\$ 340,862	\$ 1,316,108
Due to other funds	110	11,137	-	-	-	-	-	-	11,247
Unearned revenue	-	-	-	-	-	5,481	-	-	5,481
Total liabilities	201,826	98,201	48,585	98,204	509,059	36,099	-	340,862	1,332,836
DEFERRED INFLOWS OF RESOURCES									
Miscellaneous taxes and funding	112,050	-	-	-	-	-	-	-	112,050
Subsequent year's property tax	1,288,735	-	1,642,870	476,382	238,188	392,892	-	1,022,274	5,061,341
Total deferred inflows of resources	1,400,785	-	1,642,870	476,382	238,188	392,892	-	1,022,274	5,173,391
FUND BALANCE									
Restricted:									
Retirement	-	-	1,778,837	-	-	-	-	-	1,778,837
General and administrative	-	-	-	-	-	-	-	1,621,249	1,621,249
Health and sanitation	-	-	-	-	-	594,332	9,562	-	603,894
Justice and public safety	-	-	-	-	-	-	-	516,855	516,855
Transportation and highway	-	1,361,527	-	1,320,629	189,193	-	-	750,068	3,621,417
Culture and recreation	-	-	-	-	-	-	-	12	12
Public assistance	-	-	-	-	-	-	-	613,140	613,140
Capital projects	-	-	-	-	-	-	-	274,246	274,246
Committed:									
Capital projects	-	-	-	-	-	-	-	333,423	333,423
Unassigned	1,732,229	-	-	-	-	-	-	-	1,732,229
Total fund balance	1,732,229	1,361,527	1,778,837	1,320,629	189,193	594,332	9,562	4,108,993	11,095,302
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCE	\$ 3,334,840	\$ 1,459,728	\$ 3,470,292	\$ 1,895,215	\$ 936,440	\$ 1,023,323	\$ 9,562	\$ 5,472,129	\$ 17,601,529

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

IROQUOIS COUNTY, ILLINOIS
RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL
FUNDS TO THE NET POSITION OF GOVERNMENTAL ACTIVITIES
November 30, 2014

Fund balances-total governmental funds	\$	11,095,302
 Amounts reported for governmental activities in the statement of net position are different because:		
Capital assets used in governmental activities are not financial resources, therefore, are not reported in the funds.		52,508,211
Certain revenues are reported as deferred inflows and are not reported in the fund financial statement because they are not current financial resources, but they are reported in the statement of net position on the full accrual basis.		112,050
Net prepaid pension contributions reported in the governmental activities are not financial resources, therefore are not reported in the funds.		754,062
Internal service fund is used by management to charge the costs of health insurance to individual funds. The assets and liabilities of the internal service fund is included in governmental activities in the statement of net position.		114,161
Payables resulting from the long-term economic focus on the statement of net position are not reported in the funds, which focus on current financial resources.		<u>(530,886)</u>
Net position of governmental activities	\$	<u>64,052,900</u>

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

IROQUOIS COUNTY, ILLINOIS
STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
Year Ended November 30, 2014

	<u>General Fund</u>	<u>County Motor Fuel Tax</u>	<u>IMRF</u>	<u>County Highway</u>	<u>Matching Tax</u>	<u>Iroquois County Public Health Department</u>	<u>Ford-Iroquois Public Health Department</u>	<u>Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
REVENUES									
Property taxes	\$ 1,272,974	\$ -	\$ 1,642,837	\$ 471,471	\$ 235,732	\$ 726,030	\$ -	\$ 1,037,839	\$ 5,386,883
Charges for services	602,914	-	-	156,373	-	31,758	205,440	-	996,485
Licenses, permits and fees	346,423	-	-	-	-	-	-	-	346,423
Fines, fees and forfeits	425,244	-	-	-	-	62,690	-	338,381	826,315
Intergovernmental	2,572,008	974,331	-	259,588	-	295,552	500,979	555,949	5,158,407
Interest	2,017	1,419	2,800	1,631	820	-	414	12,514	21,615
Miscellaneous	5,101	-	293	56,266	-	203	202,048	255,849	519,760
Total revenues	5,226,681	975,750	1,645,930	945,329	236,552	1,116,233	908,881	2,200,532	13,255,888
EXPENDITURES									
General government	1,921,871	-	1,491,585	-	-	-	-	859,300	4,272,756
Health and sanitation	-	-	-	-	-	790,707	1,510,728	-	2,301,435
Justice and public safety	3,105,759	-	-	-	-	-	-	478,502	3,584,261
Transportation and highway	-	1,021,269	-	563,834	333,687	-	-	691,065	2,609,855
Culture and recreation	-	-	-	-	-	-	-	29,678	29,678
Public assistance	-	-	-	-	-	-	-	21,414	21,414
Capital outlay	22,771	-	-	120,905	-	56,502	48,542	101,048	349,768
Other	29,671	-	-	-	-	-	-	-	29,671
Distributions to member county	-	-	-	-	-	-	167,488	-	167,488
Debt service:									
Principal	-	-	-	-	-	-	28,542	-	28,542
Interest	-	-	-	-	-	-	118	-	118
Total expenditures	5,080,072	1,021,269	1,491,585	684,739	333,687	847,209	1,755,418	2,181,007	13,394,986
Excess (deficiency) of revenues over expenditures	146,609	(45,519)	154,345	260,590	(97,135)	269,024	(846,537)	19,525	(139,098)

	<u>General Fund</u>	<u>County Motor Fuel Tax</u>	<u>IMRF</u>	<u>County Highway</u>	<u>Matching Tax</u>	<u>Iroquois County Public Health Department</u>	<u>Ford-Iroquois Public Health Department</u>	<u>Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
OTHER FINANCING SOURCES (USES)									
Transfers in	\$ 284,433	\$ -	\$ 48,899	\$ 12,215	\$ -	\$ 351,979	\$ -	\$ 1,002,891	\$ 1,700,417
Transfers out	<u>(317,980)</u>	<u>(12,215)</u>	<u>(489,321)</u>	<u>(31,545)</u>	<u>-</u>	<u>(26,671)</u>	<u>(351,979)</u>	<u>(243,043)</u>	<u>(1,472,754)</u>
Total other financing sources (uses)	<u>(33,547)</u>	<u>(12,215)</u>	<u>(440,422)</u>	<u>(19,330)</u>	<u>-</u>	<u>325,308</u>	<u>(351,979)</u>	<u>759,848</u>	<u>227,663</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	113,062	(57,734)	(286,077)	241,260	(97,135)	594,332	(1,198,516)	779,373	88,565
FUND BALANCE, BEGINNING OF YEAR, AS RESTATED	<u>1,619,167</u>	<u>1,419,261</u>	<u>2,064,914</u>	<u>1,079,369</u>	<u>286,328</u>	<u>-</u>	<u>1,208,078</u>	<u>3,329,620</u>	<u>11,006,737</u>
FUND BALANCE, END OF YEAR	<u>\$ 1,732,229</u>	<u>\$ 1,361,527</u>	<u>\$ 1,778,837</u>	<u>\$ 1,320,629</u>	<u>\$ 189,193</u>	<u>\$ 594,332</u>	<u>\$ 9,562</u>	<u>\$ 4,108,993</u>	<u>\$ 11,095,302</u>

IROQUOIS COUNTY, ILLINOIS
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES OF
GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
Year Ended November 30, 2014

Net change in fund balances - total governmental funds	\$	88,565
Amounts reported for governmental activities in the statement of activities are different because:		
Revenues that are not available to pay current obligations are reported as deferred inflows in the fund financial statement, but they are presented in the statement of activities. The effect of the change from prior year is a reconciling item.		
		(91,693)
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.		
Capital outlay	3,682,152	
Disposals	(600,527)	
Depreciation expense	<u>(2,996,159)</u>	85,466
Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in government funds.		
Principal repayments	28,542	
Increase in compensated absences	<u>(41,386)</u>	(12,844)
Increase in net prepaid pension		540,684
Internal service funds are used by management to charge the costs of health insurance to individual funds. The net expenditure of internal service funds is reported with governmental activities.		
		<u>(41,204)</u>
Change in net position of governmental activities	\$	<u>568,974</u>

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

**IROQUOIS COUNTY, ILLINOIS
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
November 30, 2014**

	Total Nonmajor Business-Type Activities - Enterprise Funds	Governmental Activities - Internal Service Fund - Group Health Insurance
CURRENT ASSETS		
Cash	\$ 222,582	\$ 124,690
Receivables, net		
Accounts	48,640	-
Due from other funds	-	110
Total current assets	271,222	124,800
NONCURRENT ASSETS		
Land	153,037	-
Equipment	1,254,060	-
Less accumulated depreciation	(1,209,224)	-
Total noncurrent assets	197,873	-
TOTAL ASSETS	\$ 469,095	\$ 124,800
LIABILITIES		
Accounts payable and accrued expenses	\$ 24,609	\$ 8,732
Unearned revenue	-	1,907
Total liabilities	24,609	10,639
NET POSITION		
Investment in capital assets	197,873	-
Unrestricted	246,613	114,161
Total net position	444,486	114,161
TOTAL LIABILITIES AND NET POSITION	\$ 469,095	\$ 124,800

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

IROQUOIS COUNTY, ILLINOIS
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
PROPRIETARY FUNDS
Year Ended November 30, 2014

	<u>Total Nonmajor Business-Type Activities - Enterprise Funds</u>	<u>Governmental Activities - Internal Service Fund - Group Health Insurance</u>
OPERATING REVENUES		
Charges for services	\$ -	\$ 716,101
Fees	334,674	-
Rental income	<u>187,784</u>	<u>-</u>
Total operating revenues	<u>522,458</u>	<u>716,101</u>
OPERATING EXPENSES		
General and administrative	-	757,409
Public safety	302,028	-
Farm	<u>51,837</u>	<u>-</u>
Total operating expenses	<u>353,865</u>	<u>757,409</u>
Operating income (loss)	<u>168,593</u>	<u>(41,308)</u>
NON-OPERATING REVENUES		
Interest	<u>175</u>	<u>104</u>
Total non-operating revenues	<u>175</u>	<u>104</u>
Net income before transfers	<u>168,768</u>	<u>(41,204)</u>
TRANSFERS		
Transfers out	<u>(227,663)</u>	<u>-</u>
Total transfers	<u>(227,663)</u>	<u>-</u>
CHANGE IN NET POSITION	(58,895)	(41,204)
NET POSITION, BEGINNING OF YEAR, AS RESTATED	<u>503,381</u>	<u>155,365</u>
NET POSITION, END OF YEAR	<u>\$ 444,486</u>	<u>\$ 114,161</u>

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

**IROQUOIS COUNTY, ILLINOIS
STATEMENT OF CASH FLOWS
PROPRIETARY FUND TYPES
Year Ended November 30, 2014**

	<u>Total Business-Type Activities - Enterprise Funds</u>	<u>Governmental Activities - Internal Service Fund - Group Insurance</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash received from customers/interfund users	\$ 346,034	\$ 716,101
Cash received for rent	187,784	-
Cash received from charges for services	-	265
Cash paid to suppliers and for claims	(183,249)	(754,810)
Cash paid to employees	<u>(102,052)</u>	<u>-</u>
Net cash provided by (used in) operating activities	<u>248,517</u>	<u>(38,444)</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
Cash transfers from (to) other funds	<u>(227,663)</u>	<u>-</u>
Net cash provided by (used in) noncapital financing activities	<u>(227,663)</u>	<u>-</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest payments received	<u>175</u>	<u>104</u>
Net cash provided by investing activities	<u>175</u>	<u>104</u>
NET INCREASE (DECREASE) IN CASH	21,029	(38,340)
CASH, BEGINNING OF YEAR	<u>201,553</u>	<u>163,030</u>
CASH, END OF YEAR	<u>\$ 222,582</u>	<u>\$ 124,690</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Operating income (loss)	\$ 168,593	\$ (41,308)
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:		
Depreciation	36,527	-
Loss on disposal of assets	9,619	-
Effects of changes in operating assets and liabilities:		
Receivables	11,360	265
Accounts payable and accrued expenses	<u>22,418.00</u>	<u>2,599</u>
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	<u>\$ 248,517</u>	<u>\$ (38,444)</u>

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

IROQUOIS COUNTY, ILLINOIS
STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
November 30, 2014

	<u>Private Purpose Trust Fund</u>	<u>Agency Funds</u>	<u>Total</u>
Cash	\$ 4,519,961	\$ 2,935,277	\$ 7,455,238
Investments	4,097,438	175,329	4,272,767
Property taxes receivable	-	1,159,775	1,159,775
Inventory	-	41,110	41,110
Due from other governments	<u>185,233</u>	<u>-</u>	<u>185,233</u>
Total assets	<u>8,802,632</u>	<u>4,311,491</u>	<u>13,114,123</u>
Accounts payable	8,934	-	8,934
Amounts held in trust and available for distribution to others	<u>-</u>	<u>4,311,491</u>	<u>4,311,491</u>
Total liabilities	<u>8,934</u>	<u>4,311,491</u>	<u>4,320,425</u>
 NET POSITION RESTRICTED FOR OTHER PURPOSES	 <u>\$ 8,793,698</u>	 <u>\$ -</u>	 <u>\$ 8,793,698</u>

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

IROQUOIS COUNTY, ILLINOIS
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS - PRIVATE PURPOSE TRUST FUND
November 30, 2014

	<u>Private Purpose Trust Fund</u>
ADDITIONS:	
Intergovernmental Interest	\$ 3,165,759 <u>50,327</u>
Total additions	<u>3,216,086</u>
DEDUCTIONS:	
Transportation	<u>3,781,026</u>
CHANGE IN NET POSITION	(564,940)
NET POSITION, BEGINNING OF YEAR	<u>9,358,638</u>
NET POSITION, END OF YEAR	<u><u>\$ 8,793,698</u></u>

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

IROQUOIS COUNTY, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
November 30, 2014

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Iroquois County, Illinois (County) was incorporated in 1883 and operates under a County Board form of government. Revenues are substantially generated as a result of taxes assessed and allocated to the County (examples are property, sales, income, and motor fuel taxes), charges for services performed and governmental grants. Revenues are therefore dependent on the economy within the territorial boundaries of the County and nearby surrounding area and the appropriations of entitlements at the state and federal government level. Taxable industry within the area is primarily manufacturing and retail. The surrounding area has a substantial agricultural base.

The following is a summary of the more significant accounting policies of the County.

PRINCIPLES USED TO DETERMINE THE SCOPE OF THE REPORTING ENTITY

Iroquois County is a municipal corporation governed by an elected board. As required by accounting principles generally accepted in the United States of America, these financial statements present Iroquois County, Illinois (the primary government) and its component units. Component units are legally separate organizations for which the elected officials of the County are financially accountable. Organizations for which the County is accountable because it appoints a majority of the voting board, but is not financially accountable for its operations, are related organizations. Component units and related organizations are described in Note 2.

The County Board Chairman and County Board make appointments of the governing boards of a number of fire protection, drainage, public water, and sanitary districts. Even though the County Board may appoint a majority of the members of the respective districts, the members do not serve at the discretion of the County Board, that is, they can be removed only for cause. There are no indications that the County Board can impose its will over these districts and, therefore, has no financial accountability. These units are not considered component units of Iroquois County, Illinois.

Financial information of component units is blended with that of Iroquois County, Illinois, where among other criteria, the nature of services rendered by the component unit is almost exclusively for the benefit of the County or where the governing body of the component unit is substantially the same as that of the County. Component unit financial information that is not blended with that of the County is discretely reported. The County does not have any discretely presented component units.

GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

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

IROQUOIS COUNTY, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
November 30, 2014

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS (Continued)

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.

MEASUREMENT FOCUS, BASIS OF ACCOUNTING, AND BASIS OF PRESENTATION

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

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

The accounts of the County are organized on the basis of funds, each of which is considered to be a separate accounting entity. The operations of each fund are accounted for by providing a separate set of self-balancing accounts which comprise its assets, liabilities, deferred inflows of resources, and fund balance/retained earnings, revenues, and expenditures/expenses.

IROQUOIS COUNTY, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
November 30, 2014

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

MEASUREMENT FOCUS, BASIS OF ACCOUNTING, AND BASIS OF PRESENTATION
(Continued)

Governmental funds are those through which governmental functions of the County are financed. The acquisition, use, and balances of the County's expendable resources and the related liabilities are accounted for through governmental funds. The County reports the following major governmental funds:

General Fund - The General Fund is the general operating fund of the County. It is used to account for all financial resources except those required to be accounted for in another fund.

Special Revenue Funds:

County Motor Fuel Tax Fund - This fund is used to collect and disburse state funds for County road projects.

IMRF Fund - This fund is used to collect and disburse contributions to IMRF.

County Highway Fund - This fund is used to collect and disburse funds for County engineering projects.

Matching Tax Fund - This fund is used to collect and disburse funds for County engineering projects and its proportionate share of construction or maintenance of highways in the federal aid network or county highway network.

Iroquois County Public Health Department Fund - This fund accounts for the operations of the Iroquois County Health Department.

Ford-Iroquois Public Health Department Fund - This fund accounts for the operations of the Ford-Iroquois Public Health Department (FIPHD), which was dissolved as of June 30, 2014.

Proprietary funds are used to account for those County activities that are similar to those often found in the private sector. The measurement focus is upon determination of net income, financial position, and changes in financial position.

The County has no major proprietary funds.

In addition to the General Fund mentioned above, the County uses the following fund types:

Governmental Fund Types

Special Revenue Funds - Special Revenue Funds are used to account for the proceeds of specific revenue sources requiring separate accounting because of legal or regulatory provisions or administrative action.

Capital Projects Funds - The Capital Projects Funds are used to account for the County's purchase or construction of major capital facilities which are not financed by other funds.

IROQUOIS COUNTY, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
November 30, 2014

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

MEASUREMENT FOCUS, BASIS OF ACCOUNTING, AND BASIS OF PRESENTATION
(Continued)

Proprietary Fund Types

Enterprise Funds - The Enterprise Funds operations are financed similar to a private business enterprise; the intent is that the cost of the service is financed by user charges, and the activities be measured on a net income basis.

Internal Service Funds - The Internal Service Fund is used to account for the financing of goods or services (health insurance) provided by one department to other departments or agencies of the government, on a cost-reimbursement basis.

Fiduciary Fund Types

Agency Funds - These funds are used to account for assets held in an agency capacity for others. The reporting is similar to proprietary funds. These funds are not reflected in the government-wide financial statements since they are not available to support County programs.

Private Purpose Trust Fund - This fund reports trust arrangements under which principal and income benefit other governments. This fund accounts for funds collected for the improvement of township roads within the County. This fund is not reported in the government-wide statement since they are not available to support County programs.

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

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

BUDGET AND APPROPRIATIONS

The County adopts an annual budget and appropriation ordinance in accordance with Illinois Compiled Statutes 55 ILCS 5/6. The budget covers the fiscal year ending November 30, and is available for public inspection at least 15 days prior to final adoption. All appropriations lapse with the close of the fiscal year. The budget document is prepared for all budgetary funds and is adopted on a basis consistent with accounting principles generally accepted in the United States of America using the same basis of accounting as described above.

IROQUOIS COUNTY, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
November 30, 2014

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

BUDGET AND APPROPRIATIONS (Continued)

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, makes appropriations in excess of those authorized in the budget. The legal level of control, the level at which expenditures may not exceed appropriations, is at the fund level.

USE OF ESTIMATES

The preparation of financial statements, in conformity with generally accepted accounting principles, requires management to make estimates and assumptions that affect the reported amounts of assets, liabilities, and deferred inflows of resources and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures/expenses during the reporting period. Actual results could differ from those estimates.

CASH AND CASH EQUIVALENTS

Cash and cash equivalents are comprised of cash on hand, demand deposits, money market funds, and short-term investments with a maturity of three months or less at date of purchase.

The County maintains pooled cash accounts for different fund groups which are used to account for all cash transactions of that group. Monthly interest income of the pool is distributed to the individual funds based on their cash balances in the pool during the period.

INVESTMENTS

Investments consist of certificates of deposit with maturities of six months to five years. These investments are stated at cost which approximates fair value.

RECEIVABLES

Taxes receivable are recorded between 98-100% of the extension amounts. Property tax receivables are recorded net of the allowance for uncollectible amounts. Other receivables are recorded net of any estimated allowance for uncollectibles.

Loans receivable in governmental funds consist of development assistance loans that are scheduled to be collected over a number of years.

All loan and property tax receivables are shown net of an allowance for uncollectibility, if applicable.

IROQUOIS COUNTY, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
November 30, 2014

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

CAPITAL ASSETS

Purchased or constructed capital assets are reported at cost or estimated historical cost. Donated fixed assets are recorded at their estimated fair value at the date of donation. General infrastructure assets acquired prior to July 1, 2001, consist of the road network assets that were acquired or that received substantial improvements subsequent to July 1, 1980, and are reported at estimated historical cost using deflated replacement cost. The County's other major infrastructure network, bridges, were added at December 1, 2005, and are reported at an estimated historical cost using the deflated replacement cost. The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized. The County uses a \$10,000 threshold for capitalizing fixed assets.

The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized. Major outlays for capital assets and improvements are capitalized as projects are constructed.

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

<u>Asset Class</u>	<u>Estimated Useful Lives</u>
Transportation network	35-45 years
Buildings and improvements	25-95 years
Equipment	5-25 years
Vehicles	5-12 years

IMPAIRMENT OF LONG-LIVED ASSETS

In accordance with government accounting standards, "Accounting and Financial Reporting for Impairment of Capital Assets and for Insurance Recoveries," management evaluates prominent events or changes in circumstances affecting capital assets to determine whether impairment of a capital asset has occurred. A capital asset is generally considered impaired if both (a) the decline in service utility of the capital asset is large in magnitude and (b) the event or change in circumstance is outside the normal life cycle of the capital asset. No impairment losses were recognized in the year ended November 30, 2014.

COMPENSATED ABSENCES

Vested or accumulated vacation/sick leave that is expected to be liquidated with expendable available financial resources is reported as an expenditure and a fund liability of the governmental fund that will pay it. Vested or accumulated vacation/sick leave of proprietary funds is recorded as an expense and liability of those funds as the benefits accrue to employees.

In accordance with the provisions of the accounting standards, Accounting for Compensated Absences, no liability is recorded for nonvesting, accumulating rights to receive vacation/sick leave benefits.

IROQUOIS COUNTY, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
November 30, 2014

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

COMPENSATED ABSENCES (Continued)

County policy states that an employee must use each year's vacation days by their anniversary date. Sick days may be accumulated to a total of 60 days per employee with no amount payable upon separation from service. Any amounts earned in excess of the 60-day maximum are paid at half-pay rate to the employee in the ensuing month. Additionally, if employees have earned 30 days of sick leave, they may elect to have excesses over 30 days paid to them at half-pay.

EQUITY

Fund Balance

Fund balance is categorized based on the nature and extent of the constraints placed on the fund balance. The following classifications describe the relative strength of the spending constraints:

Nonspendable – This classification includes amounts that cannot be spent because they are either (a) not in spendable form or (b) are legally or contractually required to be maintained intact.

Restricted – This classification includes amounts for which constraints have been placed on the use of the resources either (a) externally imposed by creditors (such as through a debt covenant), grantors, contributors, or laws or regulations of other governments, or (b) imposed by law through constitutional provisions or enabling legislation.

Committed – This classification includes amounts that can be used only for specific purposes pursuant to constraints imposed by formal action of the Board. These amounts cannot be used for any other purpose unless the Board removes or changes the specified use by taking the same type of action that was employed when the funds were initially committed.

Assigned – This classification includes amounts that are constrained by the County's intent to be used for a specific purpose but are neither restricted nor committed. This intent can be expressed by the Board or through the Board delegating this responsibility to the County Board Chair or Treasurer or other official. This classification also includes the remaining positive fund balance for all governmental funds, except for the General Fund.

Unassigned – This classification includes the residual fund balance for the General Fund and includes negative residual fund balance of any other governmental fund that cannot be eliminated by offsetting of Assigned fund balance amounts.

The County would typically use Restricted fund balances first, followed by Committed resources, and then Assigned resources, as appropriate opportunities arise, but reserves the right to selectively spend Unassigned resources first to defer the use of these other classified funds.

IROQUOIS COUNTY, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
November 30, 2014

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

EQUITY (Continued)

Net Position

Net position represents the difference between assets, liabilities, and deferred inflows of resources. Net position invested in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowings used for the acquisition, construction, or improvement of those assets. Net positions are reported as restricted when there are limitations imposed on their use through enabling legislation or through external restrictions imposed by creditors, grantors, or laws or regulations of other governments.

DEFERRED OUTFLOWS OF RESOURCES

The County reports decreases in net position that relate to future periods as deferred outflows of resources in a separate section of its statement of net position. No deferred outflows of resources are reported in these financial statements in the current year.

DEFERRED INFLOWS OF RESOURCES

The County reports a separate section for deferred inflows of resources. This separate financial statement element reflects an increase in net position that applies to a future period. The County will not recognize the related revenue until a future event occurs. The County has two types of items which occur related to revenue recognition. One occurs because property tax receivables are recorded in the current year, but the revenue will be recorded in the subsequent year, as it is not available of fiscal year end. The other occurs as various other receivables are recorded for which the revenue will be recorded next year when available, in the fund statements.

PROPERTY TAXES

The County levies property taxes annually on or before the last Tuesday in December based on the assessed valuation determined in April of the same year. Property tax payments are due in two equal installments. The first is generally due June 1, and the second is generally due on September 1 with distributions to the County and other districts shortly thereafter. Property taxes become a lien on the property on January 1. Taxes receivable at November 30 that are intended to finance the subsequent fiscal year are appropriately recorded as deferred inflows.

NOTE 2 - INDIVIDUAL COMPONENT UNITS AND RELATED ORGANIZATION DISCLOSURES

Organizations qualifying as component units or related organizations as defined in Note 1 and their treatment are as follows:

Component Units

The Ford-Iroquois Public Health Department is an Illinois governmental entity, which is governed by a separate board, appointed by the Counties of Ford and Iroquois, which also approves its budget. The Ford-Iroquois Public Health Department's financial statements are blended with those of the County because of the degree it is intertwined with the primary government. Its transactions are accounted for in the Ford-Iroquois Public Health Department Fund, which is shown as a major fund of the County. Ford-Iroquois Public Health Department dissolved as of June 30, 2014.

IROQUOIS COUNTY, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
November 30, 2014

NOTE 2 - INDIVIDUAL COMPONENT UNITS AND RELATED ORGANIZATION DISCLOSURES
(CONTINUED)

Component Units (Continued)

The Veterans Assistance Commission is a central assistance committee composed of one delegate from each County post to oversee assistance to military veterans and their families. The oversight is shared by the Chairman of the County Board or his designee. Under Illinois law, the County is to provide office space, phone and supplies for the Commission and payment of assistance claims. Because of its oversight powers and the economic burden this requirement places on the County, and the degree to which it is intertwined with the County its transactions are accounted for in the Veterans Assistance Fund which is blended with other non-major governmental funds.

The Iroquois County Emergency Service Board is created by the County Board which also defines its powers and duties. This board oversees the implementation and operations of the emergency telephone system. The operations are accounted for in the 911 Emergency Service Board Proprietary Fund.

The Iroquois County Joint Dispatch Committee is created by a joint agreement between the Emergency Service Board, the City of Watseka, and the County Board. The Committee oversees the operations of a communications system to dispatch and communicate regarding the usual customary functions of local government involving police, fire, EMS and other emergency functions. Because it is not a separate legal entity, the operations are accounted for in the Joint Dispatch Fund which is blended with other County non-major governmental funds.

Related Organizations

The Cooperative Extension Services of the College of Agriculture at the University of Illinois operate in counties where extension councils have been established to disseminate information on subjects related to agriculture and home economics and other University programs. Oversight is provided by extension councils which derive their duties and powers from the Board of Trustees of the University of Illinois. Extension service programs and related local funding are coordinated by an extension board numbering at least seven, comprised of four members from the Extension Council and three from the County Board. The County extends taxes to finance operations of the Extension Service. The County is not financially responsible for any part of the Extension Services' operations except as it may choose to be.

The above related organization is not included in the financial statements of the County. However, the County maintains an agency fund where property taxes are deposited and then disbursed to the Cooperative.

IROQUOIS COUNTY, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
November 30, 2014

NOTE 3 - CASH AND INVESTMENTS

The County maintains commingled accounts for several funds for operating activity, with accounting records being maintained to show the portion of the common account balance attributable to each participating fund. Separate operating and investment accounts are also maintained for certain funds independently. All accounts are the direct responsibility of the County Treasurer. The carrying amount of the County's bank deposits, including certificates of deposits, was \$23,690,205, and the bank balances totaled \$24,081,260. Included in the carrying amount of the County's bank deposits and the bank balances are certificates of deposits totaling \$4,429,853. The County's bank deposits were fully insured or collateralized as of November 30, 2014.

Interest Rate Risk – the risk that changes in interest rates will adversely affect the fair value of an investment. The County does have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. However, the County's policy states investments shall provide sufficient liquidity to enable the County to meet all operating requirements that may be reasonably anticipated. Additionally, the County's policy is to seek the highest interest rate available combined with safety of principal. The County's certificate of deposit investment maturities include \$3,610,713 with maturity dates in 2015 and the remainder mature in 2016.

Credit Risk – the risk that an issuer or other counter-party to an investment will not fulfill its obligation. State law limits investments in commercial paper, corporate bonds, and mutual funds to the top two ratings issued by nationally recognized rating organizations (NRSRO's). In addition, the County's investment policy, in compliance with state statutes, authorizes the Treasurer to invest in the following:

- a. Notes, bonds, certificates of indebtedness, treasury bills, or other securities, which are guaranteed by the full faith and credit of the United States of America.
- b. Bonds, notes, or other similar obligations of the United States of America or its agencies.
- c. Interest bearing accounts, certificates of deposit or interest bearing time deposits or any other investment constituting direct obligation of any bank as defined by the Illinois Banking Act.
- d. Short term obligations (corporate paper) of corporations organized in the United States with assets exceeding \$500,000 if (a) such obligations are rated at the time of purchase within the 3 highest classifications established by at least 2 standard rating services and which mature not later than 180 days from the date of purchase, and (b) such purchases do not exceed 10% of the corporation's outstanding obligations or (c) in money market mutual funds registered under the Investment Company Act of 1940.

**IROQUOIS COUNTY, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
November 30, 2014**

NOTE 3 - CASH AND INVESTMENTS (CONTINUED)

Custodial Credit Risk – the risk that a government will not be able to cover deposits if the depository financial institution fails or will not be able to recover collateral securities that are in the possession of an outside party. It shall be the discretion of the Iroquois County Treasurer to determine whether or not collateral will be required of financial institutions receiving funds from the Iroquois County Treasurer. At all times, the Iroquois County Treasurer will require that deposits in excess of 35% of the capital and surplus of a financial institution will be collateralized. The Iroquois County Treasurer may request collateral for any part of deposits in financial institutions when the Iroquois County Treasurer determines it to be in the best interest of safeguarding the funds on deposit. When collateral is required, 110% of the deposit will be required and evidenced by an approved written agreement.

Concentration of Credit Risk – The County’s investment policy states that one of its objectives is diversity of investment to avoid unreasonable risks.

NOTE 4 - INTERFUND ACTIVITY

Individual fund interfund receivable and payable (due to/due from other funds) at November 30, 2014 were as follows:

	<u>Interfund Receivable</u>	<u>Interfund Payable</u>
General Fund	\$ -	\$ 110
County Motor Fuel Tax	-	11,137
County Highway Fund	11,137	-
Internal Service Fund		
Group Insurance	110	-
TOTAL	<u>\$ 11,247</u>	<u>\$ 11,247</u>

The amounts due to/from other funds are for reimbursements of group insurance costs between funds and other routine interfund charges. These amounts are expected to be repaid within one year.

IROQUOIS COUNTY, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
November 30, 2014

NOTE 4 - INTERFUND ACTIVITY (CONTINUED)

Interfund transfers for the year ended November 30, 2014 consisted of the following:

Transfers to General Fund – Major Governmental Fund from:

County Highway – Major governmental fund	\$ 11,545
Non-major governmental funds	152,888
Non-major enterprise funds	120,000
Total	<u>\$ 284,433</u>

Transfers to IMRF Fund – Major Governmental Fund from:

Non-major governmental funds	\$ 38,715
Non-major enterprise funds	10,184
Total	<u>\$ 48,899</u>

Transfers to County Highway – Major Governmental Fund from:

County Motor Fuel Tax – Major governmental fund	<u>\$ 12,215</u>
---	------------------

Transfers to Iroquois County Public Health Department – Major Governmental Fund from:

Ford-Iroquois Public Health Department – Major Governmental Fund	<u>\$ 351,979</u>
--	-------------------

Transfers to Non-major Governmental Funds from:

General fund – Major governmental fund	\$ 336,979
IMRF fund – Major governmental fund	489,321
Iroquois County Public Health Department- Major governments fund	11,672
County Highway fund – Major governmental fund	20,000
Non-major governmental funds	47,881
Non-major enterprise funds	97,038
Total	<u>\$ 1,002,891</u>

Transfers are used to (1) move revenues from the fund collecting them to the fund that statute or budget reflects to expend them and (2) use unrestricted revenues collected to finance various programs accounted for in other funds in accordance with budgetary authorizations.

IROQUOIS COUNTY, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
November 30, 2014

NOTE 5 - LOANS RECEIVABLE

In accordance with its agreement with the Illinois Department of Commerce and Community Affairs Community Development Assistance Program, the County has received funding to issue community development loans.

Changes in loans receivable for the fiscal year are summarized as follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deductions</u>	<u>Ending Balance</u>
Katherine Blunk	\$ 74,276	\$ -	\$ 934	\$ 73,342
The Gathering	43,279	-	11,089	32,190
Total	<u>\$ 117,555</u>	<u>\$ -</u>	<u>\$ 12,023</u>	<u>\$ 105,532</u>

The description of the loans and the annual expected proceeds as of November 30, 2014, is as follows:

<u>Borrower</u> <u>Date of Loan</u>	<u>Katherine Blunk October 30, 2006</u>	<u>The Gathering May 1, 2009</u>
Original principal balance	\$ 105,000	\$ 85,000
Interest rate	5%	4%
Monthly installment	800.00	900.00

<u>Year Ending November 30</u>	<u>Katherine Blunk May 31, 2015</u>	<u>The Gathering April 1, 2016</u>	<u>Total</u>
2015	\$ 73,342	\$ 9,465	\$ 82,807
2016	<u>-</u>	<u>22,725</u>	<u>22,725</u>
Total	<u>\$ 73,342</u>	<u>\$ 32,190</u>	<u>\$ 105,532</u>

As of September 10, 2013, a new agreement was signed for the Katherine Blunk loan, with monthly payment of \$800 being applied to interest, while the full amount of principal was to become due on May 31, 2014. However, the principal payment was not made, and a new agreement is currently being negotiated.

IROQUOIS COUNTY, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
November 30, 2014

NOTE 6 - CAPITAL ASSETS

Capital asset activity for the year ending November 30, 2014, was as follows:

**Primary government:
Governmental activities**

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deletions</u>	<u>Ending Balance</u>
Transportation network	\$ 93,211,922	\$ 2,766,666	\$ -	\$ 95,978,588
Buildings and improvements	8,051,107	108,616	(531,429)	7,628,294
Equipment	1,319,645	430,125	(244,058)	1,505,712
Vehicles	<u>1,466,662</u>	<u>56,836</u>	<u>(525,821)</u>	<u>997,677</u>
Capital assets depreciated	104,049,336	3,362,243	(1,301,308)	106,110,271
Less accumulated depreciation	<u>(52,078,883)</u>	<u>(2,996,159)</u>	<u>1,144,473</u>	<u>(53,930,569)</u>
Total assets being depreciated, net	51,970,453	366,084	(156,835)	52,179,702
Construction in progress	433,692	319,909	(433,692)	319,909
Land	<u>18,600</u>	<u>-</u>	<u>(10,000)</u>	<u>8,600</u>
Total, net	<u>\$ 52,422,745</u>	<u>\$ 685,993</u>	<u>\$ (600,527)</u>	<u>\$ 52,508,211</u>

**Business-Type activities:
911 Emergency Service Board**

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deletions</u>	<u>Ending Balance</u>
Equipment	\$ 1,556,713	\$ -	\$ (302,653)	\$ 1,254,060
Less accumulated depreciation	<u>(1,465,731)</u>	<u>(36,527)</u>	<u>293,034</u>	<u>(1,209,224)</u>
Total, net	<u>\$ 90,982</u>	<u>\$ (36,527)</u>	<u>\$ (9,619)</u>	<u>\$ 44,836</u>

County Farm

Land	<u>\$ 153,037</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 153,037</u>
------	-------------------	-------------	-------------	-------------------

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

Governmental activities:

General government	\$ 106,093
Justice and public safety	132,656
Transportation and highway	2,738,876
Culture and recreation	1,464
Health and sanitation	<u>17,070</u>

Total depreciation – governmental activities \$2,996,159

Business-type activities:

911 Emergency Service Board	<u>\$ 36,527</u>
-----------------------------	------------------

IROQUOIS COUNTY, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
November 30, 2014

NOTE 7 - LONG-TERM DEBT

The Ford-Iroquois Public Health Department (FIPHD) had a note payable to Sumner National Bank of Sheldon that was paid off during the fiscal year. The note required monthly payments of principal and interest beginning December 15, 2011, through June 30, 2014, secured by a certificate of deposit held at the bank. The interest rate was 3.75%.

As of November 30, 2014, the County entered into a capital lease with John Deere Financial for the purchase of a tractor. The tractor was received in fiscal year 2015, and will be recorded as an asset and capital lease obligation then for approximately \$200,000. This lease requires annual payments of principal and interest beginning December 15, 2015, through December 29, 2019, secured by the tractor. The interest rate is 3%.

Changes in long-term debt for the year ended November 30, 2014 are as follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deductions</u>	<u>Ending Balance</u>	<u>Due In One Year</u>
Compensated absences	\$ 489,500	\$ 305,487	\$ 264,101	\$ 530,886	\$ -
Note payable – FIPHD	<u>28,542</u>	<u>-</u>	<u>28,542</u>	<u>-</u>	<u>-</u>
Total	<u>\$ 518,042</u>	<u>\$ 305,487</u>	<u>\$ 292,643</u>	<u>\$ 530,886</u>	<u>\$ -</u>

For governmental activities, compensated absences are liquidated primarily by the General Fund.

The net pension obligation has been converted into a net pension asset. Changes in the net pension asset for the year ended November 30, 2014 are as follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deductions</u>	<u>Ending Balance</u>	<u>Due In One Year</u>
Net prepaid pension	<u>\$ 213,379</u>	<u>\$ 540,684</u>	<u>\$ -</u>	<u>\$ 754,063</u>	<u>\$ -</u>

See Note 9 for additional information on the prepaid pension.

**IROQUOIS COUNTY, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
November 30, 2014**

NOTE 8 - LEASES

Building leases

The County leases space to various non-profit entities under formal and informal arrangements. As indicated below, certain lease agreements are beyond their scheduled due dates. However, payments continue to be made even though the leases have not been revised to reflect a modified due date. Rent receipts are recorded in the General Fund.

<u>Entity</u>	<u>Rent Amount</u>	<u>Lease Term</u>
County Farm Service Agency	\$5,769.27 monthly	October 1, 2014, to September 30, 2024
Champaign Consortium JTPA	\$416.66 monthly	September 1, 2013 to August 31, 2016
ECICA Headstart	\$1,193.66 monthly	September 1, 2014 to August 31, 2016
Volunteer Services of Iroquois Co.	\$500.00 monthly	September 1, 2013 to August 31, 2016
911 Emergency Service Board	\$410.00 monthly	August 1, 2014 to July 31, 2015
Champaign Regional Planning	\$401.50 monthly	July 1, 2013 to June 30, 2016 (automatic renewals thereafter)

Farm lease

The County owns farmland that is leased for cash. The current lease is effective for February 28, 2013 to November 15, 2015. Terms of the lease are \$390 cash rent per acre for a total rent over the three-year term of \$473,850. The County received rent of \$157,950 for the year ended November 30, 2014. The rent is recorded in the County Farm Propriety Fund.

NOTE 9 - PENSION PLANS

DEFINED BENEFIT PENSION PLAN - OTHER QUALIFIED IROQUOIS COUNTY EMPLOYEES

Plan Description. The County's defined benefit pension plan for regular employees provides retirement and disability benefits, post retirement increases, and death benefits to plan members and beneficiaries. The County's plan is affiliated with the Illinois Municipal Retirement Fund (IMRF), an agent multiple-employer plan. Benefit provisions are established by statute and may only be changed by the General Assembly of the State of Illinois. IMRF issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained on-line at www.imrf.org.

Funding Policy. As set by statute, the County regular plan members are required to contribute 4.50 percent of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The County's annual required contribution rate for calendar year 2013 was 11.65 percent. The County also contributes for disability benefits, death benefits and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by the IMRF Board of Trustees, while the supplemental retirement benefits rate is set by statute.

**IROQUOIS COUNTY, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
November 30, 2014**

NOTE 9 - PENSION PLANS (CONTINUED)

DEFINED BENEFIT PENSION PLAN - OTHER QUALIFIED IROQUOIS COUNTY EMPLOYEES
(Continued)

Annual Pension Cost. The required contribution for fiscal year ended 2014 was \$384,236.

THREE-YEAR TREND INFORMATION FOR THE REGULAR PLAN

<u>Fiscal Year Ending</u>	<u>Annual Pension Cost (APC)</u>	<u>Percentage of APC Contributed</u>	<u>Net Pension Obligation</u>
11/30/14	\$ 386,396	99%	\$ 103,166
11/30/13	378,780	99%	101,006
11/30/12	374,847	100%	62,469

The required contribution for 2013 (the plan year) was determined as part of the December 31, 2011, actuarial valuation using the entry age normal actuarial cost method. The actuarial assumptions at December 31, 2011, included (a) 7.5 percent investment rate of return (net of administrative and direct investment expenses), (b) projected salary increases of 4.00% a year, attributable to inflation, (c) additional projected salary increases ranging from 0.4% to 10% per year depending on age and service, attributable to seniority/merit, and (d) post-retirement benefit increases of 3% annually. The actuarial value of the County's plan assets was determined using techniques that spread the effects of short-term volatility in the market value of investments over a five-year period with a 20% corridor between the actuarial and market value of assets. The County's regular plan's unfunded actuarial accrued liability at December 31, 2011, is being amortized as a level percentage of projected payroll on an open 30 year basis.

Funded Status and Funding Progress. As of December 31, 2013, the most recent actuarial valuation date, the regular plan was 90.62 percent funded. The actuarial accrued liability for benefits was \$9,884,417 and the actuarial value of assets was \$8,956,847, resulting in an underfunded actuarial accrued liability (UAAL) of \$927,570. The covered payroll for calendar year 2013 (annual payroll of active employees covered by the plan) was \$3,236,974 and the ratio of the UAAL to the covered payroll was 29 percent.

The schedule of funding progress, presented as required supplemental information following the notes to the financial statements, presents multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits.

**IROQUOIS COUNTY, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
November 30, 2014**

NOTE 9 - PENSION PLANS (CONTINUED)

DEFINED BENEFIT PENSION PLAN - SHERIFF'S LAW ENFORCEMENT PERSONNEL

Plan Description. The County's defined benefit pension plan for Sheriff's Law Enforcement Personnel employees provides retirement and disability benefits, post retirement increases, and death benefits to plan members and beneficiaries. The County's plan is affiliated with the Illinois Municipal Retirement Fund (IMRF), an agent multiple-employer plan. Benefit provisions are established by statute and may only be changed by the General Assembly of the State of Illinois. IMRF issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained on-line at www.imrf.org.

Funding Policy. As set by statute, the County Sheriff's Law Enforcement Personnel plan members are required to contribute 7.50 percent of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The County's annual required contribution rate for calendar year 2013 was 23.09 percent. The County also contributes for disability benefits, death benefits and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by the IMRF Board of Trustees, while the supplemental retirement benefits rate is set by statute.

Annual Pension Cost. The required contribution for fiscal year ended 2014 was \$192,842.

**THREE-YEAR TREND INFORMATION FOR THE SHERIFF'S
LAW ENFORCEMENT PERSONNEL PLAN**

<u>Fiscal Year Ending</u>	<u>Annual Pension Cost (APC)</u>	<u>Percentage of APC Contributed</u>	<u>Net Pension Obligation</u>
11/30/14	\$ 194,221	99%	\$ 65,833
11/30/13	183,224	99%	64,454
11/30/12	196,047	100%	-

The required contribution for 2013 (the plan year) was determined as part of the December 31, 2011, actuarial valuation using the entry age normal actuarial cost method. The actuarial assumptions at December 31, 2011, included (a) 7.5 percent investment rate of return (net of administrative and direct investment expenses), (b) projected salary increases of 4.00% a year, attributable to inflation, (c) additional projected salary increases ranging from 0.4% to 10% per year depending on age and service, attributable to seniority/merit, and (d) post-retirement benefit increases of 3% annually. The actuarial value of the County Sheriff's Law Enforcement Personnel plan assets was determined using techniques that spread the effects of short-term volatility in the market value of investments over a five-year period with a 20% corridor between the actuarial and market value of assets. The County Sheriff's Law Enforcement Personnel plan's unfunded actuarial accrued liability at December 31, 2011, is being amortized as a level percentage of projected payroll on an open 30 year basis.

IROQUOIS COUNTY, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
November 30, 2014

NOTE 9 - PENSION PLANS (CONTINUED)

DEFINED BENEFIT PENSION PLAN - SHERIFF'S LAW ENFORCEMENT PERSONNEL

(Continued)

Funded Status and Funding Progress. As of December 31, 2013, the most recent actuarial valuation date, the Sheriff's Law Enforcement Personnel plan was 69.15 percent funded. The actuarial accrued liability for benefits was \$3,571,066 and the actuarial value of assets was \$2,469,421, resulting in an underfunded actuarial accrued liability (UAAL) of \$1,101,645. The covered payroll for calendar year 2013 (annual payroll of active employees covered by the plan) was \$796,078 and the ratio of the UAAL to the covered payroll was 138 percent.

The schedule of funding progress, presented as required supplemental information following the notes to the financial statements, presents multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits.

DEFINED BENEFIT PENSION PLAN - ELECTED COUNTY OFFICIALS

Plan Description. The County's defined benefit pension plan for Elected County Official employees provides retirement and disability benefits, post retirement increases, and death benefits to plan members and beneficiaries. The County's plan is affiliated with the Illinois Municipal Retirement Fund (IMRF), an agent multiple-employer plan. Benefit provisions are established by statute and may only be changed by the General Assembly of the State of Illinois. IMRF issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained on-line at www.imrf.org.

Funding Policy. As set by statute, the County Elected County Official plan members are required to contribute 7.50 percent of their annual covered salary (of which there were none in fiscal year 2013 or 2014 as the plan is closed). The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The County's annual required contribution rate for calendar year 2013 was 18.57 percent. The County also contributes for disability benefits, death benefits and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by the IMRF Board of Trustees, while the supplemental retirement benefits rate is set by statute.

Annual Pension Cost. For fiscal year ending November 30, 2014, the County's required contribution was \$237,459 and the County's actual contribution was \$837,459. Actual contributions exceeded the pension cost which created a net pension asset as shown below. The net pension asset represents an additional voluntary contribution to the plan and is presented as a prepaid asset (netted with the pension obligations from SLEP, Health Department, and Other Employees on the Statement of Net Position).

**IROQUOIS COUNTY, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
November 30, 2014**

NOTE 9 - PENSION PLANS (CONTINUED)

DEFINED BENEFIT PENSION PLAN - ELECTED COUNTY OFFICIALS (Continued)

**THREE-YEAR TREND INFORMATION FOR THE ELECTED
COUNTY OFFICIAL PLAN**

Fiscal Year Ending	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation (Asset)
11/30/14	\$ 237,459	353%	\$(1,200,000)
11/30/13	221,934	370%	(600,000)
11/30/12	138,240	100%	-

The required contribution for calendar 2013 (the plan year) was determined as part of the December 31, 2011, actuarial valuation using the entry age normal actuarial cost method. The actuarial assumptions at December 31, 2011, included (a) 7.5 percent investment rate of return (net of administrative and direct investment expenses), (b) projected salary increases of 4.00% a year, attributable to inflation, (c) additional projected salary increases ranging from 0.4% to 10% per year depending on age and service, attributable to seniority/merit, and (d) post-retirement benefit increases of 3% annually. The actuarial value of the County Elected County Official plan assets was determined using techniques that spread the effects of short-term volatility in the market value of investments over a five-year period with a 20% corridor between the actuarial and market value of assets. The County Elected County Official plan's unfunded actuarial accrued liability at December 31, 2011, is being amortized as a level percentage of projected payroll on an open 30 year basis.

Funded Status and Funding Progress. As of December 31, 2013, the most recent actuarial valuation date, the Elected County Official plan was 0.00 percent funded. The actuarial accrued liability for benefits was \$-0- and the actuarial value of assets was \$(1,475,010), resulting in an underfunded actuarial accrued liability (UAAL) of \$1,475,010. The covered payroll for calendar year 2013 (annual payroll of active employees covered by the plan) was \$-0- and the ratio of the UAAL to the covered payroll was 0 percent.

The schedule of funding progress, presented as required supplemental information following the notes to the financial statements, presents multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits.

DEFINED BENEFIT PENSION PLAN - FORD-IROQUOIS PUBLIC HEALTH DEPARTMENT

Plan Description. The Ford-Iroquois Public Health Department defined benefit pension plan for regular employees provides retirement and disability benefits, post retirement increases, and death benefits to plan members and beneficiaries. The Health Department's plan is affiliated with the Illinois Municipal Retirement Fund (IMRF), an agent multiple-employer plan. Benefit provisions are established by statute and may only be changed by the General Assembly of the State of Illinois. IMRF issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained on-line at www.imrf.org.

**IROQUOIS COUNTY, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
November 30, 2014**

NOTE 9 - PENSION PLANS (CONTINUED)

DEFINED BENEFIT PENSION PLAN - FORD-IROQUOIS PUBLIC HEALTH DEPARTMENT
(Continued)

Funding Policy. As set by statute, the Health Department's regular plan members are required to contribute 4.50 percent of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The Health Department's contribution rate for calendar year 2013 was 12.42 percent of annual covered payroll. The Health Department's annual required contribution rate for calendar year 2013 (the plan year) was 16.78 percent. The Health Department also contributes for disability benefits, death benefits and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by the IMRF Board of Trustees, while the supplemental retirement benefits rate is set by statute.

Annual Pension Cost. For calendar year ending December 31, 2013, the Health Department's actual contributions for pension costs were \$158,785. Its required contribution for calendar year 2013 was \$214,526.

THREE-YEAR TREND INFORMATION FOR THE FORD-IROQUOIS PUBLIC HEALTH DEPARTMENT PLAN

<u>Fiscal Year Ending</u>	<u>Annual Pension Cost (APC)</u>	<u>Percentage of APC Contributed</u>	<u>Net Pension Obligation</u>
12/31/13	\$ 214,526	74%	\$ 276,938
12/31/12	269,000	55%	221,161
12/31/11	211,853	63%	100,575

The required contribution for 2013 was determined as part of the December 31, 2011, actuarial valuation using the entry age normal actuarial cost method. The actuarial assumptions at December 31, 2011, included (a) 7.5 percent investment rate of return (net of administrative and direct investment expenses), (b) projected salary increases of 4.00% a year, attributable to inflation, (c) additional projected salary increases ranging from 0.4% to 10% per year depending on age and service, attributable to seniority/merit, and (d) post-retirement benefit increases of 3% annually. The actuarial value of the regular plan assets was determined using techniques that spread the effects of short-term volatility in the market value of investments over a five-year period with a 20% corridor between the actuarial and market value of assets. The Ford-Iroquois Public Health Department plan's unfunded actuarial accrued liability at December 31, 2011, is being amortized as a level percentage of projected payroll on an open 10 year basis.

Funded Status and Funding Progress. As of December 31, 2013, the most recent actuarial valuation date, the Ford-Iroquois Public Health Department plan was 80.13 percent funded. The actuarial accrued liability for benefits was \$2,919,302 and the actuarial value of assets was \$2,339,373, resulting in an underfunded actuarial accrued liability (UAAL) of \$579,929. The covered payroll for calendar year 2013 (annual payroll of active employees covered by the plan) was \$1,278,460 and the ratio of the UAAL to the covered payroll was 45 percent.

IROQUOIS COUNTY, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
November 30, 2014

NOTE 9 - PENSION PLANS (CONTINUED)

DEFINED BENEFIT PENSION PLAN - FORD-IROQUOIS PUBLIC HEALTH DEPARTMENT
(Continued)

The schedule of funding progress, presented as required supplemental information following the notes to the financial statements, presents multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits.

Note the Ford-Iroquois Public Health Department plan was closed as of June 30, 2014, and the Ford-Iroquois Public Health Department was dissolved, and there is no obligation in the plan remaining as it was absorbed by Ford and Iroquois Counties.

NOTE 10 - DEFERRED COMPENSATION PLAN

The County offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The plan, available to all County employees, permits them to defer a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement, death, or unforeseeable emergency.

NOTE 11 - STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

Expenditures over Budget

The following individual funds had an excess of actual expenditures over legally enacted budgeted amounts for the year ended November 30, 2014: Group Insurance Trust, Workmen's Compensation, Liability Insurance, County Information Systems, Public Safety, Drug Abuse, Court Security Fee, Court Document Storage, Electronic Voting System, Grant, Trust, Tax Redemption, County Redemptions, Mobile Home Tax, Matching Tax, County Motor Fuel Tax, Township Bridge, Township Motor Fuel Tax, 911 Emergency Service Board, Historical Documents, and FIPHD.

Deficit Fund Balance

There were no individual funds that had a deficit fund balance as of November 30, 2014.

NOTE 12 - RISK MANAGEMENT

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; and natural disasters. The insurance funds account for and finance the County's risks. Premiums are paid by the insurance funds. The County purchases commercial insurance for these risks.

There have been no significant reductions in coverage from the prior year and settlements have not exceeded coverage in the past three years.

IROQUOIS COUNTY, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
November 30, 2014

NOTE 13 - CONTINGENT LIABILITIES

Amounts received or receivable from granting agencies are subject to audit and adjustment by grantor agencies, principally the federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures that may be disallowed by the grantor cannot be determined at this time, although the County expects such amounts, if any, to be immaterial.

There is a claim pending against FIPHD. The outcome and eventual liability of the County, if any, is not known at this time and, accordingly, no specific provisions for this claim are included in this financial statement.

NOTE 14 - HEALTH CARE REVENUE BONDS

The County issued \$7,000,000 of health care facilities revenue bonds dated July 1, 2003, under the Industrial Building Revenue Bond Act of the State of Illinois. The bonds were issued in order to provide funds to loan to Iroquois Memorial Hospital and Resident Home (Institution) for financing a building project. The bonds and interest thereon are limited obligations of the County and are payable solely out of the loan proceeds, revenues and receipts received by the County from the Institution. Bonds outstanding are approximately \$3,900,000 as of November 30, 2014.

NOTE 15 - DISSOLUTION OF FORD-IROQUOIS PUBLIC HEALTH DEPARTMENT

In February 2014, the Board approved a resolution to withdraw from the Ford-Iroquois Public Health Department (FIPHD) and to re-establish an independent Iroquois County Health Department. The dissolution of FIPHD was effective June 30, 2014, where the respective counties applied separately for future grants. State law required that all assets be liquidated. These assets were then divided between the two member counties, with 68% due to Iroquois County. The new Iroquois County Health Department continued all current programs as of July 1, 2014. This is accounted for as another fund of Iroquois County and is a part of Iroquois County accounting and internal control system.

NOTE 16 - RESTATEMENT OF NET POSITION/FUND BALANCE

The liability insurance fund, unemployment compensation fund, and workmen's compensation were reclassified in fiscal year 2014 from internal service funds to special revenue funds, as the function of these funds are more accurately portrayed as special revenue funds. Net position/fund balance has been restated as follows (there is no effect on net change in fund balance or change in net position):

	<u>Internal Service Funds</u>	<u>Nonmajor Governmental Funds</u>
Net position/fund balance, beginning of year, as previously reported	\$ 865,408	\$ 2,619,577
Reclassification of 3 funds from internal service funds to special revenue funds	<u>(710,043)</u>	<u>710,043</u>
Net position/fund balance, beginning of year, as restated	<u>\$ 155,365</u>	<u>\$ 3,329,620</u>

This information is an integral part of the accompanying financial statements.

REQUIRED SUPPLEMENTARY INFORMATION

IROQUOIS COUNTY, ILLINOIS
STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
GENERAL FUND
Year Ended November 30, 2014

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Favorable (Unfavorable)</u>
REVENUES				
Property taxes	\$ 1,245,000	\$ 1,245,000	\$ 1,272,974	\$ 27,974
Intergovernmental	2,360,049	2,360,049	2,572,008	211,959
Licenses, permits and fees	134,500	134,500	346,423	211,923
Charges for services	638,197	638,197	602,914	(35,283)
Interest income	2,210	2,210	2,017	(193)
Fines, fees and forfeits	427,400	427,400	425,244	(2,156)
Miscellaneous	700	700	5,101	4,401
	<u>4,808,056</u>	<u>4,808,056</u>	<u>5,226,681</u>	<u>418,625</u>
EXPENDITURES				
General and Administrative:				
County Board	123,810	129,660	130,066	(406)
Board of Review	12,598	12,598	12,648	(50)
County Treasurer	117,882	117,882	119,754	(1,872)
Finance/IT	329,180	329,580	354,422	(24,842)
Elections	178,522	178,522	163,823	14,699
Zoning and Planning	99,778	99,778	88,949	10,829
Superintendent of Schools	94,500	94,500	93,519	981
County Clerk	154,441	154,441	157,862	(3,421)
Other Public and County Services	450	450	388	62
Other County Offices	25,000	25,000	25,000	-
Assessment Offices	199,425	199,425	194,026	5,399
Maintenance	114,188	149,898	155,533	(5,635)
Postage for County Offices	52,000	52,000	52,541	(541)
Health Insurance	373,340	373,340	373,340	-
	<u>1,875,114</u>	<u>1,917,074</u>	<u>1,921,871</u>	<u>(4,797)</u>
Justice and Public Safety:				
Sheriff	1,664,385	1,664,385	1,673,766	(9,381)
Coroner	79,723	79,723	77,431	2,292
Animal Control	67,820	82,120	79,627	2,493
Emergency Services Disaster Agency	26,600	26,600	24,206	2,394
Circuit Clerk	216,391	216,391	219,629	(3,238)
Public Defender	77,000	77,000	77,000	-
Courts and Administration of Justice	120,350	120,350	116,039	4,311
States Attorney	320,003	320,003	310,521	9,482
Courthouse and Jail	106,964	117,504	121,391	(3,887)
Probation Office	377,027	377,027	373,695	3,332
Jurors	40,200	40,200	32,454	7,746
	<u>3,096,463</u>	<u>3,121,303</u>	<u>3,105,759</u>	<u>15,544</u>
Other	<u>395,340</u>	<u>30,500</u>	<u>29,671</u>	<u>829</u>
Capital outlay	<u>25,000</u>	<u>25,000</u>	<u>22,771</u>	<u>2,229</u>
	<u>5,391,917</u>	<u>5,093,877</u>	<u>5,080,072</u>	<u>13,805</u>
Excess (deficiency) of revenues over expenditures	<u>(583,861)</u>	<u>(285,821)</u>	<u>146,609</u>	<u>432,430</u>

IROQUOIS COUNTY, ILLINOIS
STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
GENERAL FUND
Year Ended November 30, 2014

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Favorable (Unfavorable)</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	\$ 339,800	\$ 339,800	\$ 284,433	\$ (55,367)
Transfers out	<u>241,674</u>	<u>(431,666)</u>	<u>(317,980)</u>	<u>113,686</u>
Total other financing sources (uses)	<u>581,474</u>	<u>(91,866)</u>	<u>(33,547)</u>	<u>58,319</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	<u>\$ (2,387)</u>	<u>\$ (377,687)</u>	113,062	<u>\$ 490,749</u>
 FUND BALANCE, BEGINNING OF YEAR			 <u>1,619,167</u>	
 FUND BALANCE, END OF YEAR			 <u>\$ 1,732,229</u>	

IROQUOIS COUNTY, ILLINOIS
STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
MAJOR FUND - SPECIAL REVENUE FUND - COUNTY MOTOR FUEL TAX
Year Ended November 30, 2014

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Favorable (Unfavorable)
REVENUES				
Intergovernmental	\$ 1,600,000	\$ 1,600,000	\$ 974,331	\$ (625,669)
Interest	<u>1,000</u>	<u>1,000</u>	<u>1,419</u>	<u>419</u>
Total revenues	<u>1,601,000</u>	<u>1,601,000</u>	<u>975,750</u>	<u>(625,250)</u>
EXPENDITURES				
Transportation	<u>1,008,111</u>	<u>1,008,111</u>	<u>1,021,269</u>	<u>(13,158)</u>
Excess (deficiency) of revenues over expenditures	592,889	592,889	(45,519)	(638,408)
OTHER FINANCING USES				
Transfers out	<u>(18,590)</u>	<u>(18,590)</u>	<u>(12,215)</u>	<u>6,375</u>
Excess (deficiency) of revenues over expenditures and other financing uses	<u>\$ 574,299</u>	<u>\$ 574,299</u>	(57,734)	<u>\$ (632,033)</u>
FUND BALANCE, BEGINNING OF YEAR			<u>1,419,261</u>	
FUND BALANCE, END OF YEAR			<u>\$ 1,361,527</u>	

IROQUOIS COUNTY, ILLINOIS
STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
MAJOR FUND - SPECIAL REVENUE FUND - IMRF
Year Ended November 30, 2014

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Favorable (Unfavorable)
REVENUES				
Property taxes	\$ 1,550,000	\$ 1,550,000	\$ 1,642,837	\$ 92,837
Miscellaneous	-	-	293	293
Interest income	<u>2,500</u>	<u>2,500</u>	<u>2,800</u>	<u>300</u>
Total revenues	<u>1,552,500</u>	<u>1,552,500</u>	<u>1,645,930</u>	<u>93,430</u>
EXPENDITURES				
General Government:				
Retirement contributions	<u>1,573,414</u>	<u>1,573,414</u>	<u>1,491,585</u>	<u>81,829</u>
Excess (deficiency) of revenues over expenditures	(20,914)	(20,914)	154,345	175,259
OTHER FINANCING SOURCES (USES)				
Transfers in	28,500	28,500	48,899	20,399
Transfers out	<u>-</u>	<u>-</u>	<u>(489,321)</u>	<u>(489,321)</u>
Total other financing sources (uses)	<u>28,500</u>	<u>28,500</u>	<u>(440,422)</u>	<u>(468,922)</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	<u>\$ 7,586</u>	<u>\$ 7,586</u>	(286,077)	<u>\$ (293,663)</u>
FUND BALANCE, BEGINNING OF YEAR			<u>2,064,914</u>	
FUND BALANCE, END OF YEAR			<u>\$ 1,778,837</u>	

**IROQUOIS COUNTY, ILLINOIS
STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
MAJOR FUND - SPECIAL REVENUE FUND - COUNTY HIGHWAY
Year Ended November 30, 2014**

	Original Budget	Final Budget	Actual	Variance with Final Budget Favorable (Unfavorable)
REVENUES				
Property taxes	\$ 460,000	\$ 460,000	\$ 471,471	\$ 11,471
Charges for services	182,000	182,000	156,373	(25,627)
Intergovernmental	137,500	137,500	259,588	122,088
Interest income	1,500	1,500	1,631	131
Miscellaneous	12,000	12,000	56,266	44,266
Total revenues	793,000	793,000	945,329	152,329
EXPENDITURES				
Transportation and highway	620,090	658,090	563,834	94,256
Capital outlay	200,000	162,000	120,905	41,095
Total expenditures	820,090	820,090	684,739	135,351
Excess (deficiency) of revenues over expenditures	(27,090)	(27,090)	260,590	287,680
OTHER FINANCING SOURCES (USES)				
Transfers in	18,590	18,590	12,215	(6,375)
Transfers out	(30,000)	(30,000)	(31,545)	(1,545)
Total other financing sources (uses)	(11,410)	(11,410)	(19,330)	(7,920)
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	\$ (38,500)	\$ (38,500)	241,260	\$ 279,760
FUND BALANCE, BEGINNING OF YEAR			1,079,369	
FUND BALANCE, END OF YEAR			\$ 1,320,629	

IROQUOIS COUNTY, ILLINOIS
STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
MAJOR FUND - SPECIAL REVENUE FUND - MATCHING TAX
Year Ended November 30, 2014

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Favorable (Unfavorable)</u>
REVENUES				
Property taxes	\$ 220,000	\$ 220,000	\$ 235,732	\$ 15,732
Interest income	<u>1,100</u>	<u>1,100</u>	<u>820</u>	<u>(280)</u>
Total revenues	<u>221,100</u>	<u>221,100</u>	<u>236,552</u>	<u>15,452</u>
EXPENDITURES				
Transportation and highway	<u>330,000</u>	<u>330,000</u>	<u>333,687</u>	<u>(3,687)</u>
Total expenditures	<u>330,000</u>	<u>330,000</u>	<u>333,687</u>	<u>(3,687)</u>
Excess (deficiency) of revenues over expenditures	<u>\$ (108,900)</u>	<u>\$ (108,900)</u>	(97,135)	<u>\$ 11,765</u>
FUND BALANCE, BEGINNING OF YEAR			<u>286,328</u>	
FUND BALANCE, END OF YEAR			<u>\$ 189,193</u>	

IROQUOIS COUNTY, ILLINOIS
STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
MAJOR FUND - SPECIAL REVENUE FUND - IROQUOIS COUNTY PUBLIC HEALTH DEPARTMENT
Year Ended November 30, 2014

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Favorable (Unfavorable)
REVENUES				
Property taxes	\$ 336,558	\$ 591,117	\$ 726,030	\$ 134,913
Charges for services	-	19,985	31,758	11,773
Intergovernmental	-	257,378	295,552	38,174
Fines, fees, and forfeitures	-	158,306	62,690	(95,616)
Interest income	11	11	-	(11)
Miscellaneous	-	-	203	203
	<u>336,569</u>	<u>1,026,797</u>	<u>1,116,233</u>	<u>89,436</u>
Total revenues				
EXPENDITURES				
Health and sanitation	336,558	939,331	790,707	148,624
Capital outlay	-	72,500	56,502	15,998
	<u>336,558</u>	<u>1,011,831</u>	<u>847,209</u>	<u>164,622</u>
Total expenditures				
Excess of revenues over expenditures	<u>11</u>	<u>14,966</u>	<u>269,024</u>	<u>254,058</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	300,000	351,979	(51,979)
Transfers out	-	(12,690)	(26,671)	(13,981)
	<u>-</u>	<u>287,310</u>	<u>325,308</u>	<u>(65,960)</u>
Total other financing sources (uses)				
Excess of revenues and other financing sources over expenditures and other financing uses	<u>\$ 11</u>	<u>\$ 302,276</u>	<u>594,332</u>	<u>\$ 188,098</u>
FUND BALANCE, BEGINNING OF YEAR			<u>-</u>	
FUND BALANCE, END OF YEAR			<u>\$ 594,332</u>	

IROQUOIS COUNTY, ILLINOIS
STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
MAJOR FUND - SPECIAL REVENUE FUND - FORD - IROQUOIS PUBLIC HEALTH DEPARTMENT
Year Ended November 30, 2014

	Original Budget	Final Budget	Actual	Variance with Final Budget Favorable (Unfavorable)
REVENUES				
Property taxes	\$ 452,368	\$ 452,368	\$ -	\$ (452,368)
Charges for services	241,430	241,430	205,440	(35,990)
Intergovernmental	689,101	689,101	500,979	(188,122)
Interest	-	-	414	414
Miscellaneous	180,964	180,964	202,048	21,084
Total revenues	1,563,863	1,563,863	908,881	(654,982)
EXPENDITURES				
Health and sanitation	1,352,603	1,352,603	1,510,728	(158,125)
Distributions to member county	-	-	167,488	(167,488)
Debt service:				
Principal	-	-	28,542	(28,542)
Interest	-	-	118	(118)
Capital outlay	-	-	48,542	(48,542)
Total expenditures	1,352,603	1,352,603	1,755,418	(402,815)
Excess of revenues over expenditures	211,260	211,260	(846,537)	(1,057,797)
OTHER FINANCING USES				
Transfers out	-	-	(351,979)	(351,979)
Total other financing uses	-	-	(351,979)	(351,979)
Excess (deficiency) of revenues over expenditures and other financing uses	\$ 211,260	\$ 211,260	(1,198,516)	\$ (1,409,776)
FUND BALANCE, BEGINNING OF YEAR			1,208,078	
FUND BALANCE, END OF YEAR			\$ 9,562	

**IROQUOIS COUNTY, ILLINOIS
SCHEDULES OF FUNDING PROGRESS
ILLINOIS MUNICIPAL RETIREMENT FUND
OTHER QUALIFIED IROQUOIS COUNTY EMPLOYEES**

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
12/31/13	\$ 8,956,847	\$ 9,884,417	\$ 927,570	90.62%	\$ 3,236,974	28.66%
12/31/12	7,760,749	9,355,006	1,594,257	82.96%	3,225,297	49.43%
12/31/11	7,108,310	8,911,023	1,802,713	79.77%	3,138,973	57.43%

**ILLINOIS MUNICIPAL RETIREMENT FUND
SHERIFF'S LAW ENFORCEMENT PERSONNEL**

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
12/31/13	\$ 2,469,421	\$ 3,571,066	\$ 1,101,645	69.15%	\$ 796,078	138.38%
12/31/12	1,861,295	3,268,213	1,406,918	56.95%	787,139	178.74%
12/31/11	1,495,786	2,813,997	1,318,211	53.16%	728,955	180.84%

**IROQUOIS COUNTY, ILLINOIS
SCHEDULES OF FUNDING PROGRESS
ILLINOIS MUNICIPAL RETIREMENT FUND
ELECTED COUNTY OFFICIALS**

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
12/31/13	* \$ (1,475,010)	\$ -	\$ 1,475,010	0.00%	\$ -	0.00%
12/31/12	(2,241,290)	-	2,241,290	0.00%	-	0.00%
12/31/11	(2,227,910)	-	2,227,910	0.00%	-	0.00%

* This plan is closed for new members and any unfunded balance shows as negative assets.

**ILLINOIS MUNICIPAL RETIREMENT FUND
FORD-IROQUOIS PUBLIC HEALTH DEPARTMENT**

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
**12/31/13	\$ 2,339,373	\$ 2,919,302	\$ 579,929	80.13%	\$ 1,278,460	45.36%
12/31/12	2,295,959	3,277,363	981,404	70.06%	1,449,352	67.71%
12/31/11	2,070,040	3,102,035	1,031,995	66.73%	1,427,582	72.29%

**Ford-Iroquois Public Health Department plan is closed and there are no current obligations.

IROQUOIS COUNTY, ILLINOIS
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
November 30, 2014

Basis of Accounting

The County's budget and FIPHD's budget is prepared on the modified accrual basis for all budgeted funds as presented in the Required Supplementary Information.

Expenditures over Budget

The following individual funds had an excess of actual expenditures over legally enacted budgeted amounts for the year ended November 30, 2014: Group Insurance Trust, Workmen's Compensation, Liability Insurance, County Information Systems, Public Safety, Drug Abuse, Court Security Fee, Court Document Storage, Electronic Voting System, Grant, Trust, Tax Redemption, County Redemptions, Mobile Home Tax, Matching Tax, County Motor Fuel Tax, Township Bridge, Township Motor Fuel Tax, 911 Emergency Service Board, Historical Documents, and FIPHD.

OTHER SUPPLEMENTARY INFORMATION

**IROQUOIS COUNTY, ILLINOIS
COMBINING BALANCE SHEET
GENERAL FUND
November 30, 2014**

	<u>General Account</u>	<u>County Information Systems</u>	<u>Total General Fund</u>
ASSETS			
Cash and cash equivalents	\$ 1,558,307	\$ 647	\$ 1,558,954
Receivables (net of estimated uncollectible amounts)			
Property taxes	1,288,735	-	1,288,735
Other	10,438	-	10,438
Intergovernmental	<u>476,713</u>	<u>-</u>	<u>476,713</u>
TOTAL ASSETS	<u>\$ 3,334,193</u>	<u>\$ 647</u>	<u>\$ 3,334,840</u>
LIABILITIES			
Accounts payable and accrued expenses	\$ 201,716	\$ -	\$ 201,716
Due to other funds	<u>110</u>	<u>-</u>	<u>110</u>
Total liabilities	<u>201,826</u>	<u>-</u>	<u>201,826</u>
DEFERRED INFLOWS OF RESOURCES			
Miscellaneous taxes and funding	112,050	-	112,050
Subsequent year's property tax	<u>1,288,735</u>	<u>-</u>	<u>1,288,735</u>
Total deferred inflows of resources	<u>1,400,785</u>	<u>-</u>	<u>1,400,785</u>
FUND BALANCE			
Unassigned	<u>1,731,582</u>	<u>647</u>	<u>1,732,229</u>
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCE	<u>\$ 3,334,193</u>	<u>\$ 647</u>	<u>\$ 3,334,840</u>

IROQUOIS COUNTY, ILLINOIS
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
GENERAL FUND
Year Ended November 30, 2014

	General Account	County Information Systems	Total General Fund
REVENUES			
Property taxes	\$ 1,272,974	\$ -	\$ 1,272,974
Charges for services	602,914	-	602,914
Licenses, permits and fees	346,423	-	346,423
Fines, fees and forfeits	425,244	-	425,244
Intergovernmental	2,572,008	-	2,572,008
Interest	1,981	36	2,017
Miscellaneous	4,254	847	5,101
	<hr/>	<hr/>	<hr/>
Total revenues	5,225,798	883	5,226,681
EXPENDITURES			
General government	1,779,874	141,997	1,921,871
Justice and public safety	3,105,759	-	3,105,759
Other	29,671	-	29,671
Capital outlay	22,771	-	22,771
	<hr/>	<hr/>	<hr/>
Total expenditures	4,938,075	141,997	5,080,072
Excess (deficiency) of revenues over expenditures	<hr/>	<hr/>	<hr/>
	287,723	(141,114)	146,609
OTHER FINANCING SOURCES (USES)			
Transfers in	193,344	91,089	284,433
Transfers--intrafund	(19,000)	19,000	-
Transfers out	(317,980)	-	(317,980)
	<hr/>	<hr/>	<hr/>
Total other financing sources (uses)	(143,636)	110,089	(33,547)
Excess (deficiency) of revenues and other financing sources (uses) over expenditures and other financing uses	<hr/>	<hr/>	<hr/>
	144,087	(31,025)	113,062
FUND BALANCE, BEGINNING OF YEAR			
	<hr/>	<hr/>	<hr/>
	1,587,495	31,672	1,619,167
FUND BALANCE, END OF YEAR			
	<hr/>	<hr/>	<hr/>
	\$ 1,731,582	\$ 647	\$ 1,732,229

**IROQUOIS COUNTY, ILLINOIS
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
November 30, 2014**

	<u>Special Revenue</u>				
	<u>Historical Documents</u>	<u>Indemnity</u>	<u>County Bridge</u>	<u>Township Bridge</u>	<u>Tax Redemption</u>
Cash and cash equivalents	\$ 12	\$ 84,853	\$ 900,618	\$ 74,387	\$ 8,777
Investments	-	-	-	-	-
Receivables:					
Property taxes	9,526	-	238,188	-	-
Due from other governments	-	-	-	-	-
Loans	-	-	-	-	-
TOTAL ASSETS	<u>\$ 9,538</u>	<u>\$ 84,853</u>	<u>\$ 1,138,806</u>	<u>\$ 74,387</u>	<u>\$ 8,777</u>
LIABILITIES					
Accounts payable	\$ -	\$ -	\$ 11,111	\$ -	\$ -
Accrued expenses	-	-	167,255.00	46,571.00	-
Total liabilities	-	-	178,366	46,571	-
DEFERRED INFLOWS OF RESOURCES					
Subsequent year's property tax	9,526	-	238,188	-	-
FUND BALANCE (DEFICIT)					
Restricted:					
General and administrative	-	84,853	-	-	8,777
Justice and public safety	-	-	-	-	-
Transportation and highway	-	-	722,252	27,816	-
Culture and recreation	12	-	-	-	-
Public assistance	-	-	-	-	-
Capital projects	-	-	-	-	-
Committed:					
Capital projects	-	-	-	-	-
Unrestricted	-	-	-	-	-
Total fund balance (deficit)	12	84,853	722,252	27,816	8,777
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCE (DEFICIT)	<u>\$ 9,538</u>	<u>\$ 84,853</u>	<u>\$ 1,138,806</u>	<u>\$ 74,387</u>	<u>\$ 8,777</u>

**IROQUOIS COUNTY, ILLINOIS
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
November 30, 2014**

	<u>Special Revenue</u>					
	<u>Court Document Storage</u>	<u>Circuit Clerk Automation</u>	<u>County Clerk Automation</u>	<u>County Recorder Automation</u>	<u>County Treasurer Automation</u>	<u>Law Library</u>
Cash and cash equivalents	\$ 86,432	\$ 81,757	\$ 25,745	\$ 49,794	\$ 19,358	\$ 14,827
Investments	-	-	-	-	-	-
Receivables:						
Property taxes	-	-	-	-	-	-
Due from other governments	-	-	-	-	-	-
Loans	-	-	-	-	-	-
TOTAL ASSETS	<u>\$ 86,432</u>	<u>\$ 81,757</u>	<u>\$ 25,745</u>	<u>\$ 49,794</u>	<u>\$ 19,358</u>	<u>\$ 14,827</u>
LIABILITIES						
Accounts payable	\$ 1,652	\$ 2,216	\$ -	\$ 6,525	\$ -	\$ -
Accrued expenses	-	-	-	-	-	-
Total liabilities	<u>1,652</u>	<u>2,216</u>	<u>-</u>	<u>6,525</u>	<u>-</u>	<u>-</u>
DEFERRED INFLOWS OF RESOURCES						
Subsequent year's property tax	-	-	-	-	-	-
FUND BALANCE (DEFICIT)						
Restricted:						
General and administrative	-	-	25,745	43,269	19,358	-
Justice and public safety	84,780	79,541	-	-	-	14,827
Transportation and highway	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Public assistance	-	-	-	-	-	-
Capital projects	-	-	-	-	-	-
Committed:						
Capital projects	-	-	-	-	-	-
Unrestricted	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total fund balance (deficit)	<u>84,780</u>	<u>79,541</u>	<u>25,745</u>	<u>43,269</u>	<u>19,358</u>	<u>14,827</u>
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCE (DEFICIT)	<u>\$ 86,432</u>	<u>\$ 81,757</u>	<u>\$ 25,745</u>	<u>\$ 49,794</u>	<u>\$ 19,358</u>	<u>\$ 14,827</u>

**IROQUOIS COUNTY, ILLINOIS
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
November 30, 2014**

	<u>Special Revenue</u>					
	<u>Probation Services</u>	<u>Court Security</u>	<u>Sale in Error</u>	<u>Drug Abuse</u>	<u>Veterans Assistance Commission</u>	<u>Joint Dispatch</u>
Cash and cash equivalents	\$ 105,177	\$ 24,383	\$ 21,381	\$ 9,601	\$ 30,101	\$ 85,442
Investments	-	-	-	-	-	-
Receivables:						
Property taxes	-	-	-	-	25,930	-
Due from other governments	-	-	-	-	-	43,889
Loans	-	-	-	-	-	-
TOTAL ASSETS	<u>\$ 105,177</u>	<u>\$ 24,383</u>	<u>\$ 21,381</u>	<u>\$ 9,601</u>	<u>\$ 56,031</u>	<u>\$ 129,331</u>
LIABILITIES						
Accounts payable	\$ 104	\$ -	\$ -	\$ -	\$ -	\$ 1,921
Accrued expenses	-	1,216.00	-	-	-	11,325.00
Total liabilities	<u>104</u>	<u>1,216</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>13,246</u>
DEFERRED INFLOWS OF RESOURCES						
Subsequent year's property tax	-	-	-	-	25,930	-
FUND BALANCE (DEFICIT)						
Restricted:						
General and administrative	-	-	21,381	-	-	-
Justice and public safety	105,073	23,167	-	9,601	-	116,085
Transportation and highway	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Public assistance	-	-	-	-	30,101	-
Capital projects	-	-	-	-	-	-
Committed:						
Capital projects	-	-	-	-	-	-
Unrestricted	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total fund balance (deficit)	<u>105,073</u>	<u>23,167</u>	<u>21,381</u>	<u>9,601</u>	<u>30,101</u>	<u>116,085</u>
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCE (DEFICIT)	<u>\$ 105,177</u>	<u>\$ 24,383</u>	<u>\$ 21,381</u>	<u>\$ 9,601</u>	<u>\$ 56,031</u>	<u>\$ 129,331</u>

IROQUOIS COUNTY, ILLINOIS
 COMBINING BALANCE SHEET
 NONMAJOR GOVERNMENTAL FUNDS
 November 30, 2014

	<u>Special Revenue</u>					
	<u>States Attorney Forfeiture</u>	<u>Electronic Voting System</u>	<u>Grant Fund</u>	<u>Revolving CDAP Loans</u>	<u>Teen Court</u>	<u>Public Safety</u>
Cash and cash equivalents	\$ 1,477	\$ 20,541	\$ 11,844	\$ 477,507	\$ 20,602	\$ 12,812
Investments	-	-	-	-	-	-
Receivables:						
Property taxes	-	-	-	-	-	-
Due from other governments	-	-	-	-	-	-
Loans	-	-	-	105,532	-	-
TOTAL ASSETS	<u>\$ 1,477</u>	<u>\$ 20,541</u>	<u>\$ 11,844</u>	<u>\$ 583,039</u>	<u>\$ 20,602</u>	<u>\$ 12,812</u>
LIABILITIES						
Accounts payable	\$ -	\$ -	\$ 2,675	\$ -	\$ -	\$ -
Accrued expenses	-	-	-	-	-	-
Total liabilities	-	-	2,675	-	-	-
DEFERRED INFLOWS OF RESOURCES						
Subsequent year's property tax	-	-	-	-	-	-
FUND BALANCE (DEFICIT)						
Restricted:						
General and administrative	-	20,541	-	-	-	-
Justice and public safety	1,477	-	9,169	-	20,602	12,812
Transportation and highway	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Public assistance	-	-	-	583,039	-	-
Capital projects	-	-	-	-	-	-
Committed:						
Capital projects	-	-	-	-	-	-
Unrestricted	-	-	-	-	-	-
Total fund balance (deficit)	<u>1,477</u>	<u>20,541</u>	<u>9,169</u>	<u>583,039</u>	<u>20,602</u>	<u>12,812</u>
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCE (DEFICIT)	<u>\$ 1,477</u>	<u>\$ 20,541</u>	<u>\$ 11,844</u>	<u>\$ 583,039</u>	<u>\$ 20,602</u>	<u>\$ 12,812</u>

**IROQUOIS COUNTY, ILLINOIS
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
November 30, 2014**

	<u>Special Revenue</u>					
	<u>Police Vehicle</u>	<u>Arrestees Medical Costs</u>	<u>Unclaimed Bonds</u>	<u>Coroner Automation</u>	<u>Trust Fund</u>	<u>Sheriff's E-Citation</u>
Cash and cash equivalents	\$ 5,359	\$ 3,877	\$ 22,143	\$ 8,052	\$ 3,607	\$ 1,143
Investments	-	-	-	-	-	-
Receivables:						
Property taxes	-	-	-	-	-	-
Due from other governments	-	-	-	-	-	-
Loans	-	-	-	-	-	-
TOTAL ASSETS	<u>\$ 5,359</u>	<u>\$ 3,877</u>	<u>\$ 22,143</u>	<u>\$ 8,052</u>	<u>\$ 3,607</u>	<u>\$ 1,143</u>
LIABILITIES						
Accounts payable	\$ -	\$ -	\$ 14,364	\$ 1,227	\$ 1,604	\$ -
Accrued expenses	-	-	-	-	-	-
Total liabilities	<u>-</u>	<u>-</u>	<u>14,364</u>	<u>1,227</u>	<u>1,604</u>	<u>-</u>
DEFERRED INFLOWS OF RESOURCES						
Subsequent year's property tax	-	-	-	-	-	-
FUND BALANCE (DEFICIT)						
Restricted:						
General and administrative	-	-	-	-	-	-
Justice and public safety	5,359	3,877	7,779	6,825	2,003	1,143
Transportation and highway	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Public assistance	-	-	-	-	-	-
Capital projects	-	-	-	-	-	-
Committed:						
Capital projects	-	-	-	-	-	-
Unrestricted	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total fund balance (deficit)	<u>5,359</u>	<u>3,877</u>	<u>7,779</u>	<u>6,825</u>	<u>2,003</u>	<u>1,143</u>
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCE (DEFICIT)	<u>\$ 5,359</u>	<u>\$ 3,877</u>	<u>\$ 22,143</u>	<u>\$ 8,052</u>	<u>\$ 3,607</u>	<u>\$ 1,143</u>

**IROQUOIS COUNTY, ILLINOIS
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
November 30, 2014**

	<u>Special Revenue</u>						
	<u>Probation Operations</u>	<u>States Attorney Automation</u>	<u>GIS Fund</u>	<u>FICA Fund</u>	<u>Liability Insurance</u>	<u>Unemployment Compensation</u>	<u>Workmen's Compensation</u>
Cash and cash equivalents	\$ 10,964	\$ 1,771	\$ 68,327	\$ 653,578	\$ 215,738	\$ 202,235	\$ 273,887
Investments	-	-	-	-	-	-	-
Receivables:							
Property taxes	-	-	-	420,000	224,081	39,828	64,721
Due from other governments	-	-	-	-	-	-	-
Loans	-	-	-	-	-	-	-
TOTAL ASSETS	<u>\$ 10,964</u>	<u>\$ 1,771</u>	<u>\$ 68,327</u>	<u>\$ 1,073,578</u>	<u>\$ 439,819</u>	<u>\$ 242,063</u>	<u>\$ 338,608</u>
LIABILITIES							
Accounts payable	\$ -	\$ -	\$ 11,615	\$ -	\$ -	\$ 2,989	\$ 1,836
Accrued expenses	-	-	-	-	-	-	-
Total liabilities	<u>-</u>	<u>-</u>	<u>11,615</u>	<u>-</u>	<u>-</u>	<u>2,989</u>	<u>1,836</u>
DEFERRED INFLOWS OF RESOURCES							
Subsequent year's property tax	-	-	-	420,000	224,081	39,828	64,721
FUND BALANCE (DEFICIT)							
Restricted:							
General and administrative	-	-	56,712	653,578	215,738	199,246	272,051
Justice and public safety	10,964	1,771	-	-	-	-	-
Transportation and highway	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
Public assistance	-	-	-	-	-	-	-
Capital projects	-	-	-	-	-	-	-
Committed:							
Capital projects	-	-	-	-	-	-	-
Unrestricted	-	-	-	-	-	-	-
Total fund balance (deficit)	<u>10,964</u>	<u>1,771</u>	<u>56,712</u>	<u>653,578</u>	<u>215,738</u>	<u>199,246</u>	<u>272,051</u>
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCE (DEFICIT)	<u>\$ 10,964</u>	<u>\$ 1,771</u>	<u>\$ 68,327</u>	<u>\$ 1,073,578</u>	<u>\$ 439,819</u>	<u>\$ 242,063</u>	<u>\$ 338,608</u>

**IROQUOIS COUNTY, ILLINOIS
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
November 30, 2014**

	Capital Projects		
	<u>Solid Waste Disposal</u>	<u>Capital Projects</u>	<u>Total</u>
Cash and cash equivalents	\$ 117,160	\$ 388,079	\$ 4,143,348
Investments	157,086	-	157,086
Receivables:			
Property taxes	-	-	1,022,274
Due from other governments	-	-	43,889
Loans	-	-	105,532
	<u>\$ 274,246</u>	<u>\$ 388,079</u>	<u>\$ 5,472,129</u>
TOTAL ASSETS			
LIABILITIES			
Accounts payable	\$ -	\$ 54,656	\$ 114,495
Accrued expenses	-	-	226,367
	-	54,656	340,862
Total liabilities			
DEFERRED INFLOWS OF RESOURCES			
Subsequent year's property tax	-	-	1,022,274
	-	-	1,022,274
FUND BALANCE (DEFICIT)			
Restricted:			
General and administrative	-	-	1,621,249
Justice and public safety	-	-	516,855
Transportation and highway	-	-	750,068
Culture and recreation	-	-	12
Public assistance	-	-	613,140
Capital projects	274,246	-	274,246
Committed:			
Capital projects	-	333,423	333,423
Unrestricted	-	-	-
Total fund balance (deficit)	<u>274,246</u>	<u>333,423</u>	<u>4,108,993</u>
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCE (DEFICIT)	<u>\$ 274,246</u>	<u>\$ 388,079</u>	<u>\$ 5,472,129</u>

IROQUOIS COUNTY, ILLINOIS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE (DEFICIT)
NONMAJOR GOVERNMENTAL FUNDS
Year Ended November 30, 2014

	Special Revenue				
	Historical Documents	Indemnity	County Bridge	Township Bridge	Tax Redemption
REVENUES					
Property taxes	\$ 9,428	\$ -	\$ 235,732	\$ -	\$ -
Fines, fees and forfeits	-	8,260	-	-	-
Intergovernmental	-	-	-	525,550	-
Interest	-	169	1,190	108	2
Miscellaneous	-	-	13,747	-	14,318
Total revenues	<u>9,428</u>	<u>8,429</u>	<u>250,669</u>	<u>525,658</u>	<u>14,320</u>
EXPENDITURES					
General and administrative	-	-	-	-	6,145
Health and sanitation	-	-	-	-	-
Justice and public safety	-	-	-	-	-
Transportation and highway	-	-	163,604	527,461	-
Culture and recreation	29,678	-	-	-	-
Public assistance	-	-	-	-	-
Capital outlay	-	-	-	-	-
Total expenditures	<u>29,678</u>	<u>-</u>	<u>163,604</u>	<u>527,461</u>	<u>6,145</u>
Excess (deficiency) of revenues over expenditures	<u>(20,250)</u>	<u>8,429</u>	<u>87,065</u>	<u>(1,803)</u>	<u>8,175</u>
OTHER FINANCING SOURCES (USES)					
Transfers in	20,250	-	-	-	-
Transfers out	-	-	-	-	-
Total other financing sources (uses)	<u>20,250</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	<u>-</u>	<u>8,429</u>	<u>87,065</u>	<u>(1,803)</u>	<u>8,175</u>
FUND BALANCE (DEFICIT), BEGINNING OF YEAR AS RESTATED	<u>12</u>	<u>76,424</u>	<u>635,187</u>	<u>29,619</u>	<u>602</u>
FUND BALANCE, END OF YEAR	<u>\$ 12</u>	<u>\$ 84,853</u>	<u>\$ 722,252</u>	<u>\$ 27,816</u>	<u>\$ 8,777</u>

IROQUOIS COUNTY, ILLINOIS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE (DEFICIT)
NONMAJOR GOVERNMENTAL FUNDS
Year Ended November 30, 2014

	Special Revenue					
	Court Document Storage	Circuit Clerk Automation	County Clerk Automation	County Recorder Automation	County Treasurer Automation	Law Library
REVENUES						
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Fines, fees and forfeits	46,381	46,932	2,944	47,982	8,653	13,338
Intergovernmental	-	-	1,295	-	-	-
Interest	172	119	50	95	30	33
Miscellaneous	-	-	-	-	-	-
Total revenues	<u>46,553</u>	<u>47,051</u>	<u>4,289</u>	<u>48,077</u>	<u>8,683</u>	<u>13,371</u>
EXPENDITURES						
General and administrative	-	-	1,953	53,181	4,885	-
Health and sanitation	-	-	-	-	-	-
Justice and public safety	16,982	2,981	-	-	-	-
Transportation and highway	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Public assistance	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Total expenditures	<u>16,982</u>	<u>2,981</u>	<u>1,953</u>	<u>53,181</u>	<u>4,885</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	<u>29,571</u>	<u>44,070</u>	<u>2,336</u>	<u>(5,104)</u>	<u>3,798</u>	<u>13,371</u>
OTHER FINANCING SOURCES (USES)						
Transfers in	-	-	-	-	-	-
Transfers out	<u>(45,250)</u>	<u>(55,089)</u>	<u>-</u>	<u>(48,000)</u>	<u>(11,000)</u>	<u>(13,800)</u>
Total other financing sources (uses)	<u>(45,250)</u>	<u>(55,089)</u>	<u>-</u>	<u>(48,000)</u>	<u>(11,000)</u>	<u>(13,800)</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	(15,679)	(11,019)	2,336	(53,104)	(7,202)	(429)
FUND BALANCE (DEFICIT), BEGINNING OF YEAR	<u>100,459</u>	<u>90,560</u>	<u>23,409</u>	<u>96,373</u>	<u>26,560</u>	<u>15,256</u>
AS RESTATED						
FUND BALANCE, END OF YEAR	<u>\$ 84,780</u>	<u>\$ 79,541</u>	<u>\$ 25,745</u>	<u>\$ 43,269</u>	<u>\$ 19,358</u>	<u>\$ 14,827</u>

IROQUOIS COUNTY, ILLINOIS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE (DEFICIT)
NONMAJOR GOVERNMENTAL FUNDS
Year Ended November 30, 2014

	<u>Special Revenue</u>					
	<u>Probation Services</u>	<u>Court Security</u>	<u>Sale in Error</u>	<u>Drug Abuse</u>	<u>Veterans Assistance Commission</u>	<u>Joint Dispatch</u>
REVENUES						
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ 25,930	\$ -
Fines, fees and forfeits	30,810	30,767	-	-	-	-
Intergovernmental	366	-	-	-	-	-
Interest	161	45	1	18	11	262
Miscellaneous	-	-	20,880	-	25	194,516
Total revenues	<u>31,337</u>	<u>30,812</u>	<u>20,881</u>	<u>18</u>	<u>25,966</u>	<u>194,778</u>
EXPENDITURES						
General and administrative	-	-	-	-	-	-
Health and sanitation	-	-	-	-	-	-
Justice and public safety	12,752	36,043	-	4,357	-	373,870
Transportation and highway	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Public assistance	-	-	-	-	21,414	-
Capital outlay	-	-	-	-	-	-
Total expenditures	<u>12,752</u>	<u>36,043</u>	<u>-</u>	<u>4,357</u>	<u>21,414</u>	<u>373,870</u>
Excess (deficiency) of revenues over expenditures	<u>18,585</u>	<u>(5,231)</u>	<u>20,881</u>	<u>(4,339)</u>	<u>4,552</u>	<u>(179,092)</u>
OTHER FINANCING SOURCES (USES)						
Transfers in	-	-	-	-	-	219,444
Transfers out	(4,000)	-	-	-	-	(65,904)
Total other financing sources (uses)	<u>(4,000)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>153,540</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	14,585	(5,231)	20,881	(4,339)	4,552	(25,552)
FUND BALANCE (DEFICIT), BEGINNING OF YEAR	<u>90,488</u>	<u>28,398</u>	<u>500</u>	<u>13,940</u>	<u>25,549</u>	<u>141,637</u>
AS RESTATED						
FUND BALANCE, END OF YEAR	<u>\$ 105,073</u>	<u>\$ 23,167</u>	<u>\$ 21,381</u>	<u>\$ 9,601</u>	<u>\$ 30,101</u>	<u>\$ 116,085</u>

IROQUOIS COUNTY, ILLINOIS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE (DEFICIT)
NONMAJOR GOVERNMENTAL FUNDS
Year Ended November 30, 2014

	Special Revenue					
	States Attorney Forfeiture	Electronic Voting System	Grant Fund	Revolving CDAP Loans	Teen Court	Public Safety
REVENUES						
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Fines, fees and forfeits	-	-	-	-	-	9,295
Intergovernmental	-	14,635	7,515	-	6,588	-
Interest	-	-	-	6,246	29	26
Miscellaneous	-	-	-	-	-	-
Total revenues	<u>-</u>	<u>14,635</u>	<u>7,515</u>	<u>6,246</u>	<u>6,617</u>	<u>9,321</u>
EXPENDITURES						
General and administrative	-	12,407	-	-	-	-
Health and sanitation	-	-	-	-	-	-
Justice and public safety	27	-	6,911	-	-	17,437
Transportation and highway	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Public assistance	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Total expenditures	<u>27</u>	<u>12,407</u>	<u>6,911</u>	<u>-</u>	<u>-</u>	<u>17,437</u>
Excess (deficiency) of revenues over expenditures	<u>(27)</u>	<u>2,228</u>	<u>604</u>	<u>6,246</u>	<u>6,617</u>	<u>(8,116)</u>
OTHER FINANCING SOURCES (USES)						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	<u>(27)</u>	<u>2,228</u>	<u>604</u>	<u>6,246</u>	<u>6,617</u>	<u>(8,116)</u>
FUND BALANCE (DEFICIT), BEGINNING OF YEAR	<u>1,504</u>	<u>18,313</u>	<u>8,565</u>	<u>576,793</u>	<u>13,985</u>	<u>20,928</u>
AS RESTATED						
FUND BALANCE, END OF YEAR	<u>\$ 1,477</u>	<u>\$ 20,541</u>	<u>\$ 9,169</u>	<u>\$ 583,039</u>	<u>\$ 20,602</u>	<u>\$ 12,812</u>

IROQUOIS COUNTY, ILLINOIS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE (DEFICIT)
NONMAJOR GOVERNMENTAL FUNDS
Year Ended November 30, 2014

	Special Revenue					
	<u>Police Vehicle</u>	<u>Arrestees Medical Costs</u>	<u>Unclaimed Bonds</u>	<u>Coroner Automation</u>	<u>Trust Fund</u>	<u>Sheriff's E-Citation</u>
REVENUES						
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Fines, fees and forfeits	5,906	4,347	-	5,529	-	572
Intergovernmental	-	-	-	-	-	-
Interest	5	5	37	9	9	2
Miscellaneous	-	-	199	-	-	-
Total revenues	5,911	4,352	236	5,538	9	574
EXPENDITURES						
General and administrative	-	-	-	-	-	-
Health and sanitation	-	-	-	-	-	-
Justice and public safety	-	1,840	-	1,682	3,620	-
Transportation and highway	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Public assistance	-	-	-	-	-	-
Capital outlay	4,900	-	-	-	-	-
Total expenditures	4,900	1,840	-	1,682	3,620	-
Excess (deficiency) of revenues over expenditures	1,011	2,512	236	3,856	(3,611)	574
OTHER FINANCING SOURCES (USES)						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	1,011	2,512	236	3,856	(3,611)	574
FUND BALANCE (DEFICIT), BEGINNING OF YEAR	4,348	1,365	7,543	2,969	5,614	569
AS RESTATED						
FUND BALANCE, END OF YEAR	\$ 5,359	\$ 3,877	\$ 7,779	\$ 6,825	\$ 2,003	\$ 1,143

IROQUOIS COUNTY, ILLINOIS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE (DEFICIT)
NONMAJOR GOVERNMENTAL FUNDS
Year Ended November 30, 2014

Special Revenue

	<u>Probation Operations</u>	<u>States Attorney Automation</u>	<u>GIS Fund</u>	<u>FICA Fund</u>	<u>Liability Insurance</u>	<u>Unemployment Compensation</u>	<u>Workmen's Compensation</u>
REVENUES							
Property taxes	\$ -	\$ -	\$ -	\$ 497,873	\$ 169,306	\$ 49,785	\$ 49,785
Fines, fees and forfeits	5,379	2,348	68,938	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Interest	14	1	115	557	290	281	458
Miscellaneous	-	-	-	497	-	-	11,667
Total revenues	<u>5,393</u>	<u>2,349</u>	<u>69,053</u>	<u>498,927</u>	<u>169,596</u>	<u>50,066</u>	<u>61,910</u>
EXPENDITURES							
General and administrative	-	-	92,917	364,849	169,492	57,518	95,953
Health and sanitation	-	-	-	-	-	-	-
Justice and public safety	-	-	-	-	-	-	-
Transportation and highway	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
Public assistance	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Total expenditures	<u>-</u>	<u>-</u>	<u>92,917</u>	<u>364,849</u>	<u>169,492</u>	<u>57,518</u>	<u>95,953</u>
Excess (deficiency) of revenues over expenditures	<u>5,393</u>	<u>2,349</u>	<u>(23,864)</u>	<u>134,078</u>	<u>104</u>	<u>(7,452)</u>	<u>(34,043)</u>
OTHER FINANCING SOURCES (USES)							
Transfers in	-	-	20,000	519,500	215	11,768	6,400
Transfers out	-	-	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>20,000</u>	<u>519,500</u>	<u>215</u>	<u>11,768</u>	<u>6,400</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	5,393	2,349	(3,864)	653,578	319	4,316	(27,643)
FUND BALANCE (DEFICIT), BEGINNING OF YEAR AS RESTATED	<u>5,571</u>	<u>(578)</u>	<u>60,576</u>	<u>-</u>	<u>215,419</u>	<u>194,930</u>	<u>299,694</u>
FUND BALANCE, END OF YEAR	<u>\$ 10,964</u>	<u>\$ 1,771</u>	<u>\$ 56,712</u>	<u>\$ 653,578</u>	<u>\$ 215,738</u>	<u>\$ 199,246</u>	<u>\$ 272,051</u>

IROQUOIS COUNTY, ILLINOIS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE (DEFICIT)
NONMAJOR GOVERNMENTAL FUNDS
Year Ended November 30, 2014

	<u>Capital Projects</u>		
	<u>Solid Waste</u> <u>Disposal</u>	<u>Capital</u> <u>Projects</u>	<u>Total</u>
REVENUES			
Property taxes	\$ -	\$ -	\$ 1,037,839
Fines, fees and forfeits	-	-	338,381
Intergovernmental	-	-	555,949
Interest	1,598	366	12,514
Miscellaneous	-	-	255,849
	<u>1,598</u>	<u>366</u>	<u>2,200,532</u>
Total revenues			
EXPENDITURES			
General and administrative	-	-	859,300
Health and sanitation	-	-	-
Justice and public safety	-	-	478,502
Transportation and highway	-	-	691,065
Culture and recreation	-	-	29,678
Public assistance	-	-	21,414
Capital outlay	-	96,148	101,048
	<u>-</u>	<u>96,148</u>	<u>2,181,007</u>
Total expenditures			
Excess (deficiency) of revenues over expenditures	<u>1,598</u>	<u>(95,782)</u>	<u>19,525</u>
OTHER FINANCING SOURCES (USES)			
Transfers in	-	205,314	1,002,891
Transfers out	-	-	(243,043)
	<u>-</u>	<u>205,314</u>	<u>759,848</u>
Total other financing sources (uses)			
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	1,598	109,532	779,373
FUND BALANCE (DEFICIT), BEGINNING OF YEAR	<u>272,648</u>	<u>223,891</u>	<u>3,329,620</u>
AS RESTATED			
FUND BALANCE, END OF YEAR	<u>\$ 274,246</u>	<u>\$ 333,423</u>	<u>\$ 4,108,993</u>

IROQUOIS COUNTY, ILLINOIS
COMBINING STATEMENT OF NET POSITION
NONMAJOR ENTERPRISE FUNDS
November 30, 2014

	Nonmajor Enterprise Funds		
	911 Emergency Service Board	County Farm	Total
CURRENT ASSETS			
Cash and cash equivalents	\$ 108,804	\$ 113,778	\$ 222,582
Receivables, net			
Accounts	<u>48,640</u>	<u>-</u>	<u>48,640</u>
Total current assets	<u>157,444</u>	<u>113,778</u>	<u>271,222</u>
NONCURRENT ASSETS			
Land	-	153,037	153,037
Equipment	1,254,060	-	1,254,060
Less accumulated depreciation	<u>(1,209,224)</u>	<u>-</u>	<u>(1,209,224)</u>
Total noncurrent assets, net	<u>44,836</u>	<u>153,037</u>	<u>197,873</u>
TOTAL ASSETS	<u>\$ 202,280</u>	<u>\$ 266,815</u>	<u>\$ 469,095</u>
LIABILITIES			
Accounts payable and accrued expenses	<u>\$ 1,925</u>	<u>\$ 22,684</u>	<u>\$ 24,609</u>
NET POSITION			
Investment in capital assets	44,836	153,037	197,873
Unrestricted	<u>155,519</u>	<u>91,094</u>	<u>246,613</u>
Total net position	<u>200,355</u>	<u>244,131</u>	<u>444,486</u>
TOTAL LIABILITIES AND NET POSITION	<u>\$ 202,280</u>	<u>\$ 266,815</u>	<u>\$ 469,095</u>

**IROQUOIS COUNTY, ILLINOIS
 COMBINING STATEMENT OF REVENUES,
 EXPENSES AND CHANGES IN NET POSITION
 NONMAJOR ENTERPRISE FUNDS
 Year Ended November 30, 2014**

	Nonmajor Enterprise Funds		
	911 Emergency Service Board	County Farm	Total
OPERATING REVENUES			
Fees	\$ 334,674	\$ -	\$ 334,674
Rental income	-	187,784	187,784
Total operating revenues	<u>334,674</u>	<u>187,784</u>	<u>522,458</u>
OPERATING EXPENSES			
Public safety	302,028	-	302,028
Farm	-	51,837	51,837
Total operating expenses	<u>302,028</u>	<u>51,837</u>	<u>353,865</u>
Operating income	<u>32,646</u>	<u>135,947</u>	<u>168,593</u>
NON-OPERATING REVENUES			
Interest	<u>54</u>	<u>121</u>	<u>175</u>
Net income before transfers	<u>32,700</u>	<u>136,068</u>	<u>168,768</u>
TRANSFERS			
Transfers out	<u>(107,663)</u>	<u>(120,000)</u>	<u>(227,663)</u>
CHANGE IN NET POSITION	(74,963)	16,068	(58,895)
NET POSITION, BEGINNING OF YEAR	<u>275,318</u>	<u>228,063</u>	<u>503,381</u>
NET POSITION, END OF YEAR	<u>\$ 200,355</u>	<u>\$ 244,131</u>	<u>\$ 444,486</u>

**IROQUOIS COUNTY, ILLINOIS
COMBINING STATEMENT OF CASH FLOWS
NONMAJOR ENTERPRISE FUND TYPES
Year Ended November 30, 2014**

	Nonmajor Enterprise Funds		
	911 Emergency Service Board	County Farm	Total
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash received from customers	\$ 346,034	\$ -	\$ 346,034
Cash received for rent	-	187,784	187,784
Cash paid to suppliers and for claims	(154,096)	(29,153)	(183,249)
Cash paid to employees	(102,052)	-	(102,052)
	<u>89,886</u>	<u>158,631</u>	<u>248,517</u>
Net cash provided by operating activities			
	<u>89,886</u>	<u>158,631</u>	<u>248,517</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES			
Cash transfers to other funds	(107,663)	(120,000)	(227,663)
	<u>(107,663)</u>	<u>(120,000)</u>	<u>(227,663)</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Interest payments received	54	121	175
	<u>54</u>	<u>121</u>	<u>175</u>
Net cash provided by investing activities			
	<u>54</u>	<u>121</u>	<u>175</u>
NET INCREASE (DECREASE) IN CASH	(17,723)	38,752	21,029
CASH, BEGINNING OF YEAR	<u>126,527</u>	<u>75,026</u>	<u>201,553</u>
CASH, END OF YEAR	<u>\$ 108,804</u>	<u>\$ 113,778</u>	<u>\$ 222,582</u>
CASH FLOWS FROM OPERATING ACTIVITIES			
Operating income	\$ 32,646	\$ 135,947	\$ 168,593
Adjustments to reconcile operating income to net cash provided by (used in) operating activities:			
Depreciation	36,527	-	36,527
Loss on disposal of assets	9,619	-	9,619
Effects of changes in operating assets and liabilities:			
Accounts receivables	11,360	-	11,360
Accounts payable	(266)	22,684	22,418
	<u>(266)</u>	<u>22,684</u>	<u>22,418</u>
NET CASH PROVIDED BY OPERATING ACTIVITIES	<u>\$ 89,886</u>	<u>\$ 158,631</u>	<u>\$ 248,517</u>

IROQUOIS COUNTY, ILLINOIS
COMBINING STATEMENT OF FIDUCIARY NET POSITION
AGENCY FUNDS
November 30, 2014

ASSETS

	<u>County Collection Fund</u>	<u>County Sheriff Fund</u>	<u>County Clerk Fund</u>	<u>County Recorder Fund</u>	<u>Mobile Home Privilege Tax Fund</u>	<u>Forfeitures Redeemed Fund</u>
Cash	\$ 87,217	\$ 4,716	\$ 154,552	\$ 79,195	\$ 1,941	\$ 40,227
Investments	-	-	-	-	-	-
Property taxes receivable	-	-	-	-	-	-
Inventory	-	-	-	41,110	-	-
TOTAL ASSETS	<u>\$ 87,217</u>	<u>\$ 4,716</u>	<u>\$ 154,552</u>	<u>\$ 120,305</u>	<u>\$ 1,941</u>	<u>\$ 40,227</u>

LIABILITIES

Amounts held in trust and available for distribution to others	<u>\$ 87,217</u>	<u>\$ 4,716</u>	<u>\$ 154,552</u>	<u>\$ 120,305</u>	<u>\$ 1,941</u>	<u>\$ 40,227</u>
TOTAL LIABILITIES	<u>\$ 87,217</u>	<u>\$ 4,716</u>	<u>\$ 154,552</u>	<u>\$ 120,305</u>	<u>\$ 1,941</u>	<u>\$ 40,227</u>

IROQUOIS COUNTY, ILLINOIS
COMBINING STATEMENT OF FIDUCIARY NET POSITION
AGENCY FUNDS
November 30, 2014

	ASSETS				
	Circuit Clerk Fund	Restitution Fund	Sheriff Commissary Fund	Drainage District Fund	Marriage Fund
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Cash	\$ 353,905	\$ 2,610	\$ 5,671	\$ 2,192,039	\$ 3,869
Investments	-	-	-	175,329	-
Property taxes receivable	-	-	-	-	-
Inventory	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL ASSETS	<u>\$ 353,905</u>	<u>\$ 2,610</u>	<u>\$ 5,671</u>	<u>\$ 2,367,368</u>	<u>\$ 3,869</u>
	LIABILITIES				
Amounts held in trust and available for distribution to others	<u>\$ 353,905</u>	<u>\$ 2,610</u>	<u>\$ 5,671</u>	<u>\$ 2,367,368</u>	<u>\$ 3,869</u>
TOTAL LIABILITIES	<u>\$ 353,905</u>	<u>\$ 2,610</u>	<u>\$ 5,671</u>	<u>\$ 2,367,368</u>	<u>\$ 3,869</u>

IROQUOIS COUNTY, ILLINOIS
COMBINING STATEMENT OF FIDUCIARY NET POSITION
AGENCY FUNDS
November 30, 2014

ASSETS

	County Mental Health Fund	County Public Health Fund	377 Board Fund	County Extension Fund	Total
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Cash	\$ 9,335	\$ -	\$ -	\$ -	\$ 2,935,277
Investments	-	-	-	-	175,329
Property taxes receivable	582,501	-	476,382	100,892	1,159,775
Inventory	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>41,110</u>
TOTAL ASSETS	<u>\$ 591,836</u>	<u>\$ -</u>	<u>\$ 476,382</u>	<u>\$ 100,892</u>	<u>\$ 4,311,491</u>

LIABILITIES

Amounts held in trust and available for distribution to others	<u>\$ 591,836</u>	<u>\$ -</u>	<u>\$ 476,382</u>	<u>\$ 100,892</u>	<u>\$ 4,311,491</u>
TOTAL LIABILITIES	<u>\$ 591,836</u>	<u>\$ -</u>	<u>\$ 476,382</u>	<u>\$ 100,892</u>	<u>\$ 4,311,491</u>

STATISTICAL INFORMATION
(Unaudited)

IROQUOIS COUNTY, ILLINOIS
ASSESSED VALUATION AND TAX EXTENSIONS
Tax Levies 2013, 2012, and 2011
(Unaudited)

	<u>2013</u> <u>Extended in 2014</u>		<u>2012</u> <u>Extended in 2013</u>		<u>2011</u> <u>Extended in 2012</u>		
ASSESSED VALUATION	\$	<u>482,665,935</u>	\$	<u>481,218,771</u>	\$	<u>451,151,558</u>	
TAXES EXTENDED							
County (see below)	\$	6,316,666	13.97%	\$ 6,181,149	13.93%	\$ 4,784,355	11.70%
Townships and road districts		4,541,009	10.04%	4,389,045	9.89%	4,241,828	10.37%
Cities and villages		3,645,279	8.06%	3,618,180	8.16%	3,610,775	8.83%
District schools		25,347,179	56.06%	22,964,289	51.77%	21,877,534	53.48%
High school and community college		2,592,730	5.73%	4,535,052	10.22%	3,797,727	9.28%
Sanitary districts		10,000	0.02%	13,770	0.03%	14,222	0.03%
Fire protection districts		1,761,447	3.90%	1,678,346	3.78%	1,641,798	4.01%
Cemeteries		21,003	0.05%	21,036	0.05%	21,153	0.05%
Libraries, parks, etc.		<u>981,389</u>	2.17%	<u>958,014</u>	2.16%	<u>917,266</u>	2.24%
TOTALS	\$	<u>45,216,701</u>	100.00%	\$ <u>44,358,881</u>	100.00%	\$ <u>40,906,658</u>	100.00%

	<u>Rate</u> <u>Per \$100</u> <u>Valuation</u>		<u>Rate</u> <u>Per \$100</u> <u>Valuation</u>		<u>Rate</u> <u>Per \$100</u> <u>Valuation</u>	
	<u>Extension</u>	<u>Valuation</u>	<u>Extension</u>	<u>Valuation</u>	<u>Extension</u>	<u>Valuation</u>
General County	\$ 1,278,524	0.27000	\$ 1,255,530	0.26606	\$ 1,196,332	0.27000
County IMRF	1,650,006	0.34845	1,488,317	0.31539	630,024	0.14219
County Highway	473,527	0.10000	465,008	0.09854	443,086	0.10000
Social Security	500,045	0.10560	512,481	0.10860	310,027	0.06997
County Health	473,527	0.10000	316,030	0.06697	316,009	0.07132
Bridge Fund	236,764	0.05000	232,504	0.04927	221,543	0.05000
Veterans Assistance	26,044	0.00550	26,002	0.00551	23,439	0.00529
Mental Health Board #708	585,043	0.12355	585,011	0.12397	585,007	0.13203
Matching Tax	236,764	0.05000	232,504	0.04927	221,543	0.05000
Liability Insurance	172,080	0.03634	162,049	0.03434	130,046	0.02935
Unemployment Insurance	50,004	0.01056	250,011	0.05298	56,006	0.01264
Workmen's Compensation	50,004	0.01056	80,034	0.01696	98,011	0.02212
Co-op Extension	101,335	0.02140	101,316	0.02147	101,334	0.02287
Persons - Dev Disab	473,527	0.10000	465,008	0.09854	443,086	0.10000
Historical Documents	<u>9,471</u>	0.00200	<u>9,344</u>	0.00198	<u>8,862</u>	0.00200
TOTALS	\$ <u>6,316,666</u>	<u>1.33396</u>	\$ <u>6,181,149</u>	<u>1.30985</u>	\$ <u>4,784,355</u>	<u>1.07978</u>

SINGLE AUDIT REPORTS

Independent Auditors' Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards*

Iroquois County Board
Iroquois County, Illinois
Watseka, Illinois

We have audited, in accordance with the 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, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Iroquois County, Illinois (County), as of and for the year ended November 30, 2014, and the related notes to the financial statements, which collectively comprise the County's basic financial statements, and have issued our report thereon dated March 31, 2015.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the County's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control. Accordingly, we do not express an opinion on the effectiveness of the County's internal control.

Our consideration of internal control was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as described in the accompanying schedule of findings and questioned costs, we identified certain deficiencies in internal control that we consider to be material weaknesses and significant deficiencies.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. We consider the deficiency described in the accompanying schedule of findings and questioned costs as Finding 2014-002 to be a material weakness.

A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance. We consider the deficiency described in the accompanying schedule of findings and questioned costs as Finding 2014-001 to be a significant deficiency.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the County's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Iroquois County's Responses to Findings

The County's responses to the findings identified in our audit are described in the accompanying schedule of findings and questioned costs. The County's responses were not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on them.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the result of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

A handwritten signature in cursive script that reads "CliftonLarsonAllen LLP".

CliftonLarsonAllen LLP

Champaign, Illinois
March 31, 2015

Independent Auditors' Report on Compliance with Requirements That Could Have a Direct and Material Effect on Each Major Program and on Internal Control Over Compliance in Accordance with OMB Circular A-133

Iroquois County Board
Iroquois County, Illinois
Watseka, Illinois

Report on Compliance for Each Major Federal Program

We have audited Iroquois County, Illinois' (County) compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of the County's major federal programs for the year ended November 30, 2014. The County's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

Auditors' Responsibility

Our responsibility is to express an opinion on compliance for each of the County's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the County's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of the County's compliance.

Opinion on Each Major Federal Program

In our opinion, the County complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended November 30, 2014.

Other Matters

The results of our auditing procedures disclosed an instance of noncompliance, which is required to be reported in accordance with OMB Circular A-133 and which is described in the accompanying schedule of findings and questioned costs as item 2014-003. Our opinion on each major federal program is not modified with respect to this matter.

The County's response to the noncompliance finding identified in our audit is described in the accompanying schedule of findings and questioned costs. The County's response was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

Report on Internal Control Over Compliance

Management of the County is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the County's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the County's internal control over compliance.

Our consideration of internal control over compliance was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as discussed below, we identified certain deficiencies in internal control over compliance that we consider to be material weaknesses and significant deficiencies.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. We consider the deficiency in internal control over compliance described in the accompanying schedule of findings and questioned costs as item 2014-002 to be a material weakness.

A significant deficiency in internal control over compliance is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance. We consider the deficiency in internal control over compliance described in the accompanying schedule of findings and questioned costs as item 2014-003 to be a significant deficiency.

The County's responses to the internal control over compliance findings identified in our audit are described in the accompanying schedule of findings and questioned costs. The County's responses were not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the responses.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the result of that testing based on the requirements of OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.

CliftonLarsonAllen LLP

CliftonLarsonAllen LLP

Champaign, Illinois
March 31, 2015

**IROQUOIS COUNTY, ILLINOIS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Year Ended November 30, 2014**

<u>Federal Grantor/ Pass Through Grantor/Program Title</u>	<u>CFDA Number</u>	<u>Pass-through Grantor's Number</u>	<u>Federal Expenditures</u>
DEPARTMENT OF AGRICULTURE			
Flow-through from Illinois Department of Human Services:			
Supplemental Nutrition Program for Women, Infants, and Children (WIC) Admin	10.557	FCSSQ00856 FCSTQ03588	\$ 39,996 43,130
Supplemental Nutrition Program for Women, Infants, and Children - Noncash	10.557	None	<u>352,577</u>
			<u>\$ 435,703</u>
ENVIRONMENTAL PROTECTION AGENCY			
Flow-through from Illinois Department of Public Health:			
Performance Partnership	66.605	None	<u>\$ 1,188</u>
DEPARTMENT OF HEALTH AND HUMAN SERVICES			
Flow-through from Illinois Department of Public Health:			
Illinois Immunization Grants - Noncash	93.268	H23/CCH504464	\$ 19,889
MCHS Block Grant	93.994	46080122B 56380047C	18,085 7,716
Public Health Emergency Preparedness	93.074	47180029B 57180123C	52,791 <u>10,590</u>
			<u>109,071</u>

**IROQUOIS COUNTY, ILLINOIS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Year Ended November 30, 2014**

<u>Federal Grantor/ Pass Through Grantor/Program Title</u>	<u>CFDA Number</u>	<u>Pass-through Grantor's Number</u>	<u>Federal Expenditures</u>
DEPARTMENT OF HEALTH AND HUMAN SERVICES (CONTINUED)			
Flow-through from Livingston County:			
Illinois Breast and Cervical Cancer Cancer Prevention	93.283 93.752	None None	\$ 11,970 3,860
Public Health Emergency Preparedness	93.074	None	<u>1,914</u>
			17,744
Flow-through from East Central Illinois Area Agency On Aging:			
Title III-B	93.044	None	14,842
Title III-E	93.052	None	17,338
Title VII	93.041	None	1,607
MIPPA	93.071	None	<u>335</u>
			<u>34,122</u>
Flow-through Illinois Department of Healthcare and Family Services:			
Medical Assistance Program	93.778	None	30,451
Title XVIII Medicare	93.778	None	2,601
Children's Health Insurance Program	93.767	None	2,509
Child Support Enforcement	93.563	None	<u>3,931</u>
			<u>39,492</u>
Total Department of Health and Human Services			<u>\$ 200,429</u>
DEPARTMENT OF JUSTICE			
Flow-through from Illinois Department of Justice:			
SCAAP	16.606	None	<u>\$ 70</u>
Flow-through from Bureau of Justice Assistance:			
Bullet Proof Vest	16.607	None	<u>2,876</u>
Total Department of Justice			<u>\$ 2,946</u>
DEPARTMENT OF HOMELAND SECURITY			
Flow through Illinois from Emergency Management Agency:			
Emergency Performance	97.042	13EMAIROQU 14EMAIROQU	\$ 18,901 17,290
Total Department of Homeland Security			<u>\$ 36,191</u>
TOTAL EXPENDITURES OF FEDERAL AWARDS			<u>\$ 676,457</u>

**IROQUOIS COUNTY, ILLINOIS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Year Ended November 30, 2014**

	<u>Federal CFDA Number</u>	<u>Expenditures</u>	<u>Passed- Through to Subrecipients</u>	<u>Cluster Total, If Applicable</u>
SUMMARY OF FEDERAL AWARDS BY FEDERAL CFDA NUMBER AND CLUSTER				
	93.268	\$ 19,889	\$ -	
	93.994	25,801	-	
	66.605	1,188	-	
	93.074	65,295	-	
	16.606	70	-	
	16.607	2,876	-	
	10.557	435,703	31,966	
	93.044	14,842	-	
	93.052	17,338	-	
	93.041	1,607	-	
	93.778	33,052	-	
	93.767	2,509	-	
	93.563	3,931	-	
	93.283	11,970	-	
	93.071	335	-	
	93.752	3,860	-	
	97.042	<u>36,191</u>	<u>-</u>	
TOTAL		<u>\$ 676,457</u>	<u>\$ 31,966</u>	

This schedule should be read only in connection with the accompanying note to the schedule.

IROQUOIS COUNTY, ILLINOIS
NOTE TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
November 30, 2014

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting

The accompanying schedule of expenditures of federal awards is prepared on the modified accrual basis of accounting.

Non-monetary Assistance

Non-monetary assistance is reported in the schedule at the fair market value of the non-monetary assistance received and disbursed.

The Ford-Iroquois Public Health Department participated in an Immunization Program and received vaccinations. The federal portion of the vaccinations received and distributed during the period December 1, 2013 to June 30, 2014, was \$19,889. This is included in the accompanying schedule under Department of Health and Human Services, CFDA 93.268.

The Ford-Iroquois Public Health Department issued food instruments to eligible participants in the WIC Program that are used to purchase food at retail stores. The State of Illinois processes and tracks the food instruments redeemed. The federal portion of food instruments distributed by Ford-Iroquois Public Health Department and redeemed during the period October 1, 2013 to June 30, 2014, was \$289,965. This amount is included in the accompanying schedule under Department of Agriculture, CFDA 10.557.

The Iroquois County Public Health Department issued food instruments to eligible participants in the WIC Program that are used to purchase food at retail stores. The State of Illinois processes and tracks the food instruments redeemed. The federal portion of food instruments distributed by the Iroquois County Public Health Department and redeemed during the period July 1, 2014 to September 30, 2014, was \$62,612. This amount is included in the accompanying schedule under Department of Agriculture, CFDA 10.557. Information is not available from the State to report this information on the County's fiscal year.

No federal awards in the form of non-cash assistance for insurance in affect during the year, loans or loan guarantees were received during fiscal year 2014.

Pass-through

The Iroquois County Public Health Department provides federal awards to Iroquois Memorial Hospital. Under the WIC program, CFDA 10.557, a total of \$31,966 was provided to Iroquois Memorial Hospital during fiscal year 2014.

This information is an integral part of the accompanying schedule.

**IROQUOIS COUNTY, ILLINOIS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended November 30, 2014**

Section I - Summary of Auditor's Results

Financial Statements

Type of auditor's report issued: Unmodified
 Internal control over financial reporting:
 • Material weaknesses identified? x Yes ___ No
 • Significant deficiencies identified that are not
 considered to be material weaknesses? x Yes ___ None reported
 Noncompliance material to financial statements noted? ___ Yes x No

Federal Awards

Internal control over major programs:
 • Material weaknesses identified? x Yes ___ No
 • Significant deficiencies identified that are not
 considered to be material weaknesses? x Yes ___ None reported
 Type of auditor's report issued on compliance for major
 programs: unmodified opinion

Any audit findings disclosed that are required to be reported in accordance with section 510(a) of
 OMB Circular A-133? x Yes ___ No

Identification of major programs:

<u>CFDA Number(s)</u>	<u>Name of Federal Program or Cluster</u>
10.557	Supplemental Nutrition Program for Women, Infants and Children (WIC)

Dollar threshold used to distinguish between type A and type B programs: \$300,000
 Auditee qualified as low-risk auditee? ___ Yes x No

IROQUOIS COUNTY, ILLINOIS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended November 30, 2014

Section II - Financial Statement Findings

FINDING NO. 2014-001 - DECENTRALIZED OFFICES

Criteria or Specific Requirement: Internal control is the process, affected by management and other personnel, designed to provide reasonable assurance that transactions are properly recorded and accounted for and that transactions are executed in compliance with laws, regulations, and the provisions of contracts or grant agreements. Segregation of accounting duties is an aspect of an internal control environment.

Condition: There is an inadequate control over the functions of processing and recording the financial transactions of the Recorder and Sheriff's offices due to an inadequate segregation of duties stemming from limited personnel. In addition, adequate review processes are not in place.

Context: During the process of obtaining an understanding of internal control in planning the audit, assessing control risk and assessing fraud risks, a lack of segregation of duties was noted in the Recorder and Sheriff's offices. In addition, we noted a lack of documented review of reconciliations in the Recorder's offices.

Effect: A lack of segregation of duties and lack of appropriate review functions are deficiencies in internal control that could lead to errors or irregularities in the processing and recording of financial transactions.

Cause: The Recorder and Sheriff's offices have limited personnel over accounting transactions.

Recommendation: Management's and the County Board's (or other qualified, designated employees) close supervision and review of accounting information is the best means of preventing and detecting errors and irregularities. In addition, there are review procedures that can be implemented to mitigate these risks.

Views of Responsible Officials and Planned Corrective Action: While implementing the required statutory reporting of these transactions to the County Board Chairman semi-annually was a first step, the Board understands further controls need to be added. The County Board will work with the elected officials to define additional review processes on a more frequent basis.

IROQUOIS COUNTY, ILLINOIS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended November 30, 2014

Section II - Financial Statement Findings (CONTINUED)

FINDING NO. 2014-002 - FORD-IROQUOIS PUBLIC HEALTH DEPARTMENT (FIPHD)

Criteria or Specific Requirement: Internal control is the process, affected by management and other personnel, designed to provide reasonable assurance that transactions are properly recorded and accounted for and that transactions are executed in compliance with laws, regulations, and the provisions of contracts or grant agreements.

Condition: We noted the following items related to FIPHD, a separate entity (through June 30, 2014) on a separate accounting system from the County, during the audit process:

1. Bank reconciliations were not adequately completed as the reconciliations included unreconciled variances that had to be adjusted in the general ledger.
2. Several employee timecards tested, which included overtime, were missing documented approvals.
3. Noted one payroll register was missing documented approval.
4. One bi-monthly payroll report was not traceable to the general ledger detail.
5. A check that cleared the bank only had one signature on the check rather than the two signatures required.
6. Material adjustments were made in the audit process.

Context: These items occurred through June 30, 2014, at which point FIPHD was dissolved. The adjustments required for the bank reconciliations due to unreconciled variances totaled \$16,672. The bi-monthly payroll report not traceable to the general ledger detail was \$33,703. Unapproved timecards were noted on five of fifteen timecards tested. Unapproved payroll register was noted in one of fifteen tested. Single signature rather than dual signature was noted on one of fifteen tested. Activity from July 1 to November 30 was summarized and recorded via journal entry.

Cause: There were limited personnel with accounting experience at FIPHD, in addition to turnover in personnel during the current and prior year.

Effect: Various weaknesses in internal control when combined together create a risk of errors or irregularities occurring and not being detected on a timely basis.

Recommendation: Additional assistance with accounting functions and reviews need considered by the Board. Management's or the Board's close supervision and review of accounting information by a qualified individual, including signature or initials to document approval, is the best means of preventing and detecting errors and irregularities.

**IROQUOIS COUNTY, ILLINOIS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended November 30, 2014**

Section II - Financial Statement Findings (CONTINUED)

FINDING NO. 2014-002 - FORD-IROQUOIS PUBLIC HEALTH DEPARTMENT (FIPHD)
(Continued)

Views of Responsible Officials and Planned Corrective Action:

FIPHD ceased operations on June 30, 2014, and was replaced by the Iroquois County Public Health Department (IC-PHD). IC-PHD utilizes Iroquois County's financial system, internal controls and processes to record financial transactions. There were no audit findings during their initial five months of operations from July 1 through November 30, 2014, while utilizing the County's systems and controls.

**IROQUOIS COUNTY, ILLINOIS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended November 30, 2014**

Section III - Federal Award Findings and Questioned Costs

FINDING 2014-002 - FORD-IROQUOIS PUBLIC HEALTH DEPARTMENT (FIPHD)

See Section II - Financial Statement Findings

Federal Agency/Program: Department of Agriculture - 10.557 - Supplemental Nutritional Program for Women, Infants, and Children; Pass-through Illinois Department of Human Services

All other programs through June 30, 2014 except:

Department of Health and Human Services - 93.767 - Children's Health Insurance Program

Department of Health and Human Services - 93.563 - Child Support Enforcement

Department of Homeland Security - 97.042 - Emergency Performance Grant

Department of Justice - 16.606 - SCAAP

Department of Justice - 16.607 - Bullet Proof Vest

Questioned Costs: None

**IROQUOIS COUNTY, ILLINOIS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended November 30, 2014**

Section III - Federal Award Findings and Questioned Costs (Continued)

**FINDING NO. 2014-003 - PROPER CONTROL OVER ELIGIBILITY – FORD-IROQUOIS
PUBLIC HEALTH DEPARTMENT**

Federal Agency/Program: Department of Agriculture - 10.557 - Supplemental
Nutritional Program for Women, Infants, and Children; Pass-
through Illinois Department of Human Services

Questioned Costs: None

Criteria or Specific Requirement: The Ford-Iroquois Public Health Department (FIPHD) is required to have proper controls in place to ensure compliance with eligibility requirements. FIPHD's internal controls over eligibility states the Client Certification Form should be signed by the applicant/guardian, the nurse, and a case manager.

Condition: During the course of the audit, we noted two instances where the form was not properly signed by the nurse and one instance where the form was not properly signed by the parent/guardian.

Context: Of the forty participants tested, we noted three instances in which the proper signatures were not obtained.

Effect: Failure to properly complete the Client Certification Form results in lack of documentation of proof of eligibility.

Cause: The exception was an oversight by the WIC program personnel and review process did not detect this lapse in the control system.

Recommendation: We recommend FIPHD monitor controls to ensure all controls are being performed as designed.

Views of Responsible Officials and Planned Corrective Action: FIPHD ceased operations on June 30, 2014, and was replaced by the Iroquois County Public Health Department (IC-PHD). IC-PHD subcontracts the WIC program to Iroquois Memorial Hospital (IMH). The IC-PHD Administrator reviews the IMH chart audits and standing orders to ensure all grant deliverables and audit requirements are met. There were no findings related to the WIC program during the period IC-PHD was subcontracting the program to IMH.

Person Responsible: IC-PHD Administrator

IROQUOIS COUNTY, ILLINOIS
SCHEDULE OF STATUS OF PRIOR YEAR FINDINGS
Year Ended November 30, 2014

YEAR ENDED NOVEMBER 30, 2013

**FINDING NO. 2013-001 - FINANCIAL STATEMENT PREPARATION AND AUDIT
ADJUSTMENTS**

Condition: The County engages CliftonLarsonAllen LLP to assist in preparing its financial statements, including the schedule of expenditures of federal awards, and accompanying disclosures, including necessary adjustments to the general ledger for reporting purposes, which included corrections for mis-postings within the general ledger. However, as independent auditors, CliftonLarsonAllen LLP cannot be considered part of the County's internal control system.

This condition has been corrected.

FINDING NO. 2013-002 - DECENTRALIZED OFFICES

Condition: There is an inadequate control over the functions of processing and recording the financial transactions of the County Clerk, Recorder, and Sheriff's offices due to an inadequate segregation of duties stemming from limited personnel. In addition, adequate review processes are not in place.

Condition still exists for the Recorder and Sheriff's offices, as noted at Finding 2014-001. No instances noted at the County Clerk's office during current year testing.

FINDING NO. 2013-003 - FORD-IROQUOIS PUBLIC HEALTH DEPARTMENT (FIPHD)

Condition: We noted the following items related to FIPHD, a separate entity on a separate accounting system from the County, during the audit process:

1. Lack of adequate segregation of duties over processing and recording financial transactions
2. Bank reconciliations were not always completed on a timely basis which resulted in several significant year-end adjustments required to be made by the third party accountant
3. Audit adjustments were required to correct balances at year end and the trial balance did not balance
4. Noted former employees remained as authorized signers on three bank accounts.
5. Two checks received from banks for matured certificates of deposit were held at the Department for several months during the year rather than deposited into a bank account, and were not properly recorded in the general ledger.
6. A former employee not removed from active user list in the financial accounting system.
7. A bank account that was closed was still on the general ledger with a balance.
8. Earned vacation time was transferred to other employees without proper written consent.
9. Certain IMRF and FICA costs were charged as allowable costs to certain grants, but were also reimbursed by the member counties.

Conditions were corrected except for item 2, which is repeated with other conditions noted at Finding 2014-002.

IROQUOIS COUNTY, ILLINOIS
SCHEDULE OF STATUS OF PRIOR YEAR FINDINGS
Year Ended November 30, 2014

FINDING NO. 2013-004 - PROPER CONTROL OVER ELIGIBILITY - FIPHD

Condition: The Ford-Iroquois Public Health Department is required to have proper controls in place to ensure compliance with eligibility requirements. The Department's internal controls over eligibility states the Client Certification Form should be signed by the applicant/guardian, the nurse, and a case manager.

Condition still exists, see Finding 2014-003.

FINDING NO. 2013-005 - PROPER CONTROL OVER REPORTING - FIPHD

Condition: During our audit testing, we noted two monthly Summary of Expenditure Documentation Forms were not properly reviewed by someone other than the individual who prepared the report and two instances where the reports were not submitted timely. In addition, reviews that did occur did not include any review by the WIC Coordinator.

No instances noted during current year testing.