

IROQUOIS COUNTY, ILLINOIS

**FINANCIAL STATEMENTS
AND SUPPLEMENTARY
INFORMATION**

November 30, 2016

CliftonLarsonAllen LLP



WEALTH ADVISORY | OUTSOURCING | AUDIT, TAX, AND CONSULTING



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Independent Auditors' Report

Iroquois County Board
Iroquois County, Illinois
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, 2016, 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, 2016, 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

During fiscal year ended November 30, 2016, Iroquois County, Illinois, adopted a new revenue recognition policy. As a result of the implementation of this policy, Iroquois County, Illinois, reported a restatement to certain fund balances for the change in accounting principle (see Note 16). Also, there was a restatement to its November 30, 2015, net position to allocate beginning net pension liability and related deferred outflows of resources to business-type activities and to correct beginning compensated absences liability (see Note 16). Our auditors' opinion was not modified with respect to the restatements.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, schedule of employer contributions, schedule of changes in net pension liability and related ratios, and budgetary comparison information on pages 4-8 and 50-61 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 combining financial statements 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 3, 2017 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.



CliftonLarsonAllen LLP

Champaign, Illinois
March 3, 2017

**IROQUOIS COUNTY, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED NOVEMBER 30, 2016**

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, 2016.

USING THIS ANNUAL REPORT

This annual report consists of a series of financial statements. The Statement of Net Position 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 and deferred outflows of resources of Iroquois County exceeded its liabilities and deferred inflows of resources in the governmental activities at the close of the most recent fiscal year by \$66,759,405 (*net position*). Net position invested in capital assets (net of depreciation and related debt) accounts for seventy-six percent of this amount (\$50,888,960). Of the total, \$5,383,300 (*unrestricted net position*) may be used to meet the government's ongoing obligations to citizens and creditors.
- The governmental activities net position decreased by \$1,450,457 from operations, of which \$2,057,474 was a result in the recording the County's change in net pension liability/deferred outflow of resources in accordance with GASB 68. The business-type net position increased by \$191,499.
- Overall governmental activities revenues including transfers were \$14,207,086 which was \$1,450,457 lower than expenses, including the pension expense as noted above.

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, deferred outflows of resources, liabilities, and deferred inflows of resources 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 position 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/outflows. 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, justice and public safety, transportation and highway, 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, 2016**

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, 2016 and 2015 follow.

**TABLE 1
NET POSITION**

| | Governmental Activities | | Business-type Activities | | Total Primary Government | |
|----------------------------------|------------------------------------|----------------------|-------------------------------------|-------------------|-------------------------------------|----------------------|
| | 2016 | 2015 | 2016 | 2015 | 2016 | 2015 |
| Current and other assets | \$ 19,023,149 | \$ 17,740,569 | \$ 619,364 | \$ 404,736 | \$ 19,642,513 | \$ 18,145,305 |
| Capital assets | <u>51,109,153</u> | <u>51,661,590</u> | <u>170,007</u> | <u>175,703</u> | <u>51,279,160</u> | <u>51,837,293</u> |
| Total assets | <u>70,132,302</u> | <u>69,402,159</u> | <u>789,371</u> | <u>580,439</u> | <u>70,921,673</u> | <u>69,982,598</u> |
| Dfrd Outflow/Resources | <u>6,103,237</u> | <u>6,330,354</u> | <u>32,231</u> | <u>-</u> | <u>6,135,468</u> | <u>6,330,354</u> |
| Current liabilities | 802,838 | 486,219 | 3,190 | 4,517 | 806,028 | 490,736 |
| Non-current liabilities | <u>3,600,348</u> | <u>2,340,258</u> | <u>13,880</u> | <u>-</u> | <u>3,614,228</u> | <u>2,340,258</u> |
| Total liabilities | <u>4,403,186</u> | <u>2,826,477</u> | <u>17,070</u> | <u>4,517</u> | <u>4,420,256</u> | <u>2,830,994</u> |
| Dfrd Inflow/Resources | <u>5,072,948</u> | <u>5,118,500</u> | <u>367</u> | <u>-</u> | <u>5,073,315</u> | <u>5,118,500</u> |
| Net position: | | | | | | |
| Net investment in capital assets | 50,888,960 | 51,502,749 | 170,007 | 175,703 | 51,058,967 | 51,678,452 |
| Restricted | 10,487,145 | 9,887,156 | - | - | 10,487,145 | 9,887,156 |
| Unrestricted | <u>5,383,300</u> | <u>6,397,631</u> | <u>634,158</u> | <u>400,219</u> | <u>6,017,458</u> | <u>6,797,850</u> |
| Total net position | <u>\$ 66,759,405</u> | <u>\$ 67,787,536</u> | <u>\$ 804,165</u> | <u>\$ 575,922</u> | <u>\$ 67,563,570</u> | <u>\$ 68,363,458</u> |

**IROQUOIS COUNTY, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED NOVEMBER 30, 2016**

**TABLE 2
CHANGES IN NET POSITION**

| | <u>Governmental Activities</u> | | <u>Business-type Activities</u> | | <u>Total Primary Government</u> | |
|--------------------------------------|------------------------------------|---------------------|-------------------------------------|--------------------|-------------------------------------|---------------------|
| | <u>2016</u> | <u>2015</u> | <u>2016</u> | <u>2015</u> | <u>2016</u> | <u>2015</u> |
| Revenues | | | | | | |
| Program revenues: | | | | | | |
| Charges for services | \$ 2,136,144 | \$ 2,335,240 | \$ 536,260 | \$ 596,124 | \$ 2,672,404 | \$ 2,931,364 |
| Grants and contributions | 2,822,505 | 1,232,387 | - | - | 2,822,505 | 1,232,387 |
| General revenues: | | | | | | |
| Property taxes | 5,237,289 | 5,055,217 | - | - | 5,237,289 | 5,055,217 |
| Other taxes/intergovernmental | 3,527,862 | 4,010,716 | - | - | 3,527,862 | 4,040,716 |
| Other general revenues | <u>365,118</u> | <u>643,771</u> | <u>337</u> | <u>212</u> | <u>365,455</u> | <u>643,983</u> |
| Total revenues | <u>14,088,918</u> | <u>13,277,331</u> | <u>536,597</u> | <u>596,336</u> | <u>14,625,515</u> | <u>13,873,667</u> |
| Program expenses | | | | | | |
| General government | 6,220,431 | 210,460 | - | - | 6,220,431 | 210,460 |
| Health and sanitation | 1,143,391 | 1,108,726 | - | - | 1,143,391 | 1,108,726 |
| Justice and public safety | 3,671,366 | 3,653,183 | - | - | 3,671,366 | 3,653,183 |
| Transportation and highway | 4,570,500 | 5,015,804 | - | - | 4,570,500 | 5,015,804 |
| Culture and recreation | 24,859 | 24,444 | - | - | 24,859 | 24,444 |
| Interest on long-term debt | - | 6,715 | - | - | - | 6,715 |
| Public assistance | 26,996 | 23,515 | - | - | 26,996 | 23,515 |
| Emergency services | - | - | 218,500 | 269,575 | 218,500 | 269,575 |
| Farm | <u>-</u> | <u>-</u> | <u>8,430</u> | <u>8,457</u> | <u>8,430</u> | <u>8,457</u> |
| Total expenses | <u>15,657,543</u> | <u>10,042,847</u> | <u>226,930</u> | <u>278,032</u> | <u>15,884,473</u> | <u>10,320,879</u> |
| Excess (deficiency) before transfers | (1,568,625) | 3,234,484 | 309,667 | 318,304 | (1,258,958) | 3,552,788 |
| Transfers | <u>118,168</u> | <u>186,868</u> | <u>(118,168)</u> | <u>(186,868)</u> | <u>-</u> | <u>-</u> |
| Increase (decrease) in net position | <u>\$ (1,450,457)</u> | <u>\$ 3,421,352</u> | <u>\$ 191,499</u> | <u>\$ (58,895)</u> | <u>\$ (1,258,958)</u> | <u>\$ 3,552,788</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, 2016**

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.

Iroquois County Public Health Department Fund – This fund accounts for the operations of the Iroquois County 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 \$35,738, and charges for services, licenses, permits and fees which were under budget by \$37,105. The actual total revenue was under budgeted revenues by \$1,367. Actual expenditures in public safety exceeded budgeted amounts by \$3,532 while total expenditures were \$100,986, or 2%, under budget. The General Fund result before other financing sources (uses) was an excess of revenues over expenditures of \$10,709 (includes County Information Systems Fund).

**IROQUOIS COUNTY, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED NOVEMBER 30, 2016**

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets

On November 30, 2016 and 2015, the County had \$112,568,750 and \$110,025,848 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>2016</u> | <u>2015</u> | <u>2016</u> | <u>2015</u> | <u>2016</u> | <u>2015</u> |
| Land | \$ 8,600 | \$ 8,600 | \$ 153,037 | \$ 153,037 | \$ 161,637 | \$ 161,637 |
| Buildings and improvements | 8,029,449 | 8,029,449 | - | - | 8,029,449 | 8,029,449 |
| Equipment | 1,648,673 | 1,569,978 | 1,254,060 | 1,254,060 | 2,902,733 | 2,824,038 |
| Transportation network | 100,235,440 | 97,827,175 | - | - | 100,235,440 | 97,827,175 |
| Vehicles | <u>1,239,491</u> | <u>1,183,549</u> | <u>-</u> | <u>-</u> | <u>1,239,491</u> | <u>1,183,549</u> |
| Totals | <u>\$111,161,653</u> | <u>\$108,618,751</u> | <u>\$ 1,407,097</u> | <u>\$ 1,407,097</u> | <u>\$112,568,750</u> | <u>\$110,025,848</u> |

Debt

Non-current liabilities reported on the entity-wide statement of net position represent a capital lease obligation and net pension liability for IMRF. See Note 7 and Note 9 for more detailed information about the County's long-term debt.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES

Continuing the trend since 2011, the County was able to meet its ongoing obligations without borrowing from the bank during 2016. The use of automation funds has been and will continue to be a resource that we cannot do without. During 2016, transfers from the Automation and Farm Funds totaled \$210,000. 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. In addition, the budgetary pressure continues to increase as General Fund revenue remains flat over the last ten years with increasing payroll costs, which account for 65% of total General Fund expense and increase of 2% over 2015. County citizens passed a .25% Public Safety Tax in November, 2016, which will become effective July 1, 2017. The intent of these receipts is to provide additional services rather than to fund current General Fund services. The County is currently awaiting an arbitration ruling largely centered on wages for the initial contract for the 911 Joint Dispatch Center employees. An unfavorable ruling would have a severe impact on the General Fund, which currently funds 37% of the Center's expenses.

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, 2016

| | Governmental Activities | Business-Type Activities | Total |
|---|------------------------------------|-------------------------------------|----------------------|
| ASSETS | | | |
| Cash and cash equivalents | \$ 12,925,546 | \$ 367,009 | \$ 13,292,555 |
| Investments | 226,640 | - | 226,640 |
| Receivables, net: | | | |
| Accounts | - | 10,000 | 10,000 |
| Taxes | 5,025,428 | - | 5,025,428 |
| Other | 8,623 | - | 8,623 |
| Due from other governmental agencies | 765,989 | 153,908 | 919,897 |
| Loans | 69,370 | - | 69,370 |
| Prepaid expenses | - | 90,000 | 90,000 |
| Internal balances | 1,553 | (1,553) | - |
| Capital assets not being depreciated | 197,307 | 153,037 | 350,344 |
| Capital assets being depreciated, net | <u>50,911,846</u> | <u>16,970</u> | <u>50,928,816</u> |
| Total assets | <u>70,132,302</u> | <u>789,371</u> | <u>70,921,673</u> |
| DEFERRED OUTFLOWS OF RESOURCES | | | |
| Deferred amount related to pension liability | <u>6,103,237</u> | <u>32,231</u> | <u>6,135,468</u> |
| TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES | | | |
| | <u>\$ 76,235,539</u> | <u>\$ 821,602</u> | <u>\$ 77,057,141</u> |
| LIABILITIES | | | |
| Accounts payable and accrued expenses | \$ 609,327 | \$ 3,190 | \$ 612,517 |
| Unearned revenue | 4,823 | - | 4,823 |
| Compensated absences | 150,745 | - | 150,745 |
| Current portion of capital lease obligation | 37,943 | - | 37,943 |
| Noncurrent liabilities: | | | |
| Capital lease obligation, net of current portion | 120,898 | - | 120,898 |
| Net pension liability | <u>3,479,450</u> | <u>13,880</u> | <u>3,493,330</u> |
| Total liabilities | <u>4,403,186</u> | <u>17,070</u> | <u>4,420,256</u> |
| DEFERRED INFLOWS OF RESOURCES | | | |
| Deferred amount related to pension liability | 47,520 | 367 | 47,887 |
| Subsequent year's property tax | <u>5,025,428</u> | <u>-</u> | <u>5,025,428</u> |
| Total deferred inflows of resources | <u>5,072,948</u> | <u>367</u> | <u>5,073,315</u> |
| NET POSITION | | | |
| Net investment in capital assets | 50,888,960 | 170,007 | 51,058,967 |
| Restricted for: | | | |
| Retirement | 2,483,064 | - | 2,483,064 |
| General and administrative | 2,014,407 | - | 2,014,407 |
| Health and sanitation | 937,112 | - | 937,112 |
| Justice and public safety | 577,840 | - | 577,840 |
| Transportation and highway | 4,178,082 | - | 4,178,082 |
| Culture and recreation | 12 | - | 12 |
| Public assistance | 35,437 | - | 35,437 |
| Capital projects | 261,191 | - | 261,191 |
| Unrestricted | <u>5,383,300</u> | <u>634,158</u> | <u>6,017,458</u> |
| Total net position | <u>66,759,405</u> | <u>804,165</u> | <u>67,563,570</u> |
| TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND NET POSITION | | | |
| | <u>\$ 76,235,539</u> | <u>\$ 821,602</u> | <u>\$ 77,057,141</u> |

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

IROQUOIS COUNTY, ILLINOIS
STATEMENT OF ACTIVITIES
Year Ended November 30, 2016

| | <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 | \$ (6,220,431) | \$ 1,317,675 | \$ 10,384 | \$ - | \$ (4,892,372) | \$ - | \$ (4,892,372) |
| Health and sanitation | (1,143,391) | 409,749 | 428,688 | - | (304,954) | - | (304,954) |
| Justice and public safety | (3,671,366) | 247,704 | 809 | - | (3,422,853) | - | (3,422,853) |
| Transportation and highway | (4,570,500) | 161,016 | - | 2,382,624 | (2,026,860) | - | (2,026,860) |
| Culture and recreation | (24,859) | - | - | - | (24,859) | - | (24,859) |
| Public assistance | (26,996) | - | - | - | (26,996) | - | (26,996) |
| Total governmental activities | <u>(15,657,543)</u> | <u>2,136,144</u> | <u>439,881</u> | <u>2,382,624</u> | <u>(10,698,894)</u> | <u>-</u> | <u>(10,698,894)</u> |
| Business-Type Activities: | | | | | | | |
| 911 Emergency Service Board | (218,500) | 409,503 | - | - | - | 191,003 | 191,003 |
| County farm | (8,430) | 126,757 | - | - | - | 118,327 | 118,327 |
| Total business-type activities | <u>(226,930)</u> | <u>536,260</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>309,330</u> | <u>309,330</u> |
| TOTAL | <u>\$ (15,884,473)</u> | <u>\$ 2,672,404</u> | <u>\$ 439,881</u> | <u>\$ 2,382,624</u> | <u>(10,698,894)</u> | <u>309,330</u> | <u>(10,389,564)</u> |

| | Net (Expense) Revenue and Changes in Net Position | | |
|--|--|--|----------------------|
| | Governmental Activities | Business- Type Activities | Total |
| General revenues: | | | |
| Property taxes | 5,237,289 | - | 5,237,289 |
| Income taxes | 1,047,324 | - | 1,047,324 |
| Sales taxes | 918,442 | - | 918,442 |
| Replacement taxes | 206,665 | - | 206,665 |
| Intergovernmental revenues | 1,355,431 | - | 1,355,431 |
| Interest | 18,179 | 337 | 18,516 |
| Miscellaneous | 346,939 | - | 346,939 |
| Transfers | 118,168 | (118,168) | - |
| Total general revenues and transfers | <u>9,248,437</u> | <u>(117,831)</u> | <u>9,130,606</u> |
| Change in net position | (1,450,457) | 191,499 | (1,258,958) |
| NET POSITION - BEGINNING OF YEAR, AS RESTATED | <u>68,209,862</u> | <u>612,666</u> | <u>68,822,528</u> |
| NET POSITION - END OF YEAR | <u>\$ 66,759,405</u> | <u>\$ 804,165</u> | <u>\$ 67,563,570</u> |

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

IROQUOIS COUNTY, ILLINOIS
BALANCE SHEET
GOVERNMENTAL FUNDS
November 30, 2016

| | <u>General Fund</u> | <u>County Motor Fuel Tax</u> | <u>IMRF</u> | <u>County Highway</u> | <u>Iroquois County Public Health Department</u> | <u>Nonmajor Governmental Funds</u> | <u>Total Governmental Funds</u> |
|---|---------------------|------------------------------|---------------------|-----------------------|---|------------------------------------|---------------------------------|
| ASSETS | | | | | | | |
| Cash and cash equivalents | \$ 1,800,781 | \$ 953,998 | \$ 2,526,477 | \$ 1,573,914 | \$ 906,597 | \$ 4,973,877 | \$ 12,735,644 |
| Investments | - | - | - | - | - | 226,640 | 226,640 |
| Receivables (net of estimated uncollectible amounts) | | | | | | | |
| Property taxes | 1,426,446 | - | 1,642,441 | 527,586 | 314,558 | 1,114,397 | 5,025,428 |
| Other | 8,623 | - | - | - | - | - | 8,623 |
| Intergovernmental | 557,985 | 100,030 | - | - | 106,264 | 1,710 | 765,989 |
| Loans | - | - | - | - | - | 69,370 | 69,370 |
| Due from other funds | - | - | 783 | 10,624 | - | 770 | 12,177 |
| TOTAL ASSETS | \$ 3,793,835 | \$ 1,054,028 | \$ 4,169,701 | \$ 2,112,124 | \$ 1,327,419 | \$ 6,386,764 | \$ 18,843,871 |
| LIABILITIES | | | | | | | |
| Accounts payable and accrued expenses | \$ 245,000 | \$ 9,387 | \$ 44,196 | \$ 113,686 | \$ 75,749 | \$ 110,322 | \$ 598,340 |
| Unearned revenue | - | - | - | - | - | 2,916 | 2,916 |
| Due to other funds | - | 10,624 | - | - | - | - | 10,624 |
| Total liabilities | 245,000 | 20,011 | 44,196 | 113,686 | 75,749 | 113,238 | 611,880 |
| DEFERRED INFLOWS OF RESOURCES | | | | | | | |
| Subsequent year's property tax | 1,426,446 | - | 1,642,441 | 527,586 | 314,558 | 1,114,397 | 5,025,428 |
| FUND BALANCE | | | | | | | |
| Restricted: | | | | | | | |
| Retirement | - | - | 2,483,064 | - | - | - | 2,483,064 |
| General and administrative | - | - | - | - | - | 2,014,407 | 2,014,407 |
| Health and sanitation | - | - | - | - | 937,112 | - | 937,112 |
| Justice and public safety | - | - | - | - | - | 577,840 | 577,840 |
| Transportation and highway | - | 1,034,017 | - | 1,470,852 | - | 1,611,861 | 4,116,730 |
| Culture and recreation | - | - | - | - | - | 12 | 12 |
| Public assistance | - | - | - | - | - | 35,437 | 35,437 |
| Capital projects | - | - | - | - | - | 261,191 | 261,191 |
| Committed: | | | | | | | |
| Capital projects | - | - | - | - | - | 659,083 | 659,083 |
| Unassigned | 2,122,389 | - | - | - | - | (702) | 2,121,687 |
| Total fund balance, as restated | 2,122,389 | 1,034,017 | 2,483,064 | 1,470,852 | 937,112 | 5,159,129 | 13,206,563 |
| TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCE | | | | | | | |
| | \$ 3,793,835 | \$ 1,054,028 | \$ 4,169,701 | \$ 2,112,124 | \$ 1,327,419 | \$ 6,386,764 | \$ 18,843,871 |

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, 2016

| | | |
|---|--------------|----------------------|
| Fund balances-total governmental funds | | \$ 13,206,563 |
| 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. | | 51,109,153 |
| Deferred outflows of resources related to pensions are applicable to future periods; therefore, they are not reported in the funds. | | 6,103,237 |
| 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. | | 177,008 |
| Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds. These liabilities consist of: | | |
| Compensated absences payable | \$ (150,745) | |
| Net pension liability | (3,479,450) | |
| Capital lease payable | (158,841) | |
| Deferred amount related to pension liability | (47,520) | |
| Total long-term liabilities | (3,836,556) | (3,836,556) |
| Net position of governmental activities | | \$ 66,759,405 |

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, 2016

| | <u>General Fund</u> | <u>County Motor Fuel Tax</u> | <u>IMRF</u> | <u>County Highway</u> | <u>Iroquois County Public Health Department</u> | <u>Nonmajor Governmental Funds</u> | <u>Total Governmental Funds</u> |
|--|-------------------------|----------------------------------|------------------|---------------------------|---|--|---|
| REVENUES | | | | | | | |
| Property taxes | \$ 1,330,379 | \$ - | \$ 1,642,441 | \$ 492,746 | \$ 482,527 | \$ 1,289,196 | \$ 5,237,289 |
| Charges for services | 623,149 | - | - | 161,016 | 80,290 | - | 864,455 |
| Licenses, permits and fees | 138,273 | - | - | - | - | - | 138,273 |
| Fines, fees and forfeits | 403,951 | - | - | - | 329,459 | 400,006 | 1,133,416 |
| Intergovernmental | 2,557,126 | 759,188 | - | 119,895 | 428,688 | 167,998 | 4,032,895 |
| Interest | 2,628 | 1,064 | 3,829 | 1,883 | - | 8,647 | 18,051 |
| Miscellaneous | 2,047 | - | - | 59,500 | 11,159 | 274,233 | 346,939 |
| Total revenues | <u>5,057,553</u> | <u>760,252</u> | <u>1,646,270</u> | <u>835,040</u> | <u>1,332,123</u> | <u>2,140,080</u> | <u>11,771,318</u> |
| EXPENDITURES | | | | | | | |
| General government | 1,832,696 | - | 1,332,220 | - | - | 845,947 | 4,010,863 |
| Health and sanitation | - | - | - | - | 1,120,439 | 15,749 | 1,136,188 |
| Justice and public safety | 3,115,153 | - | - | - | - | 479,778 | 3,594,931 |
| Transportation and highway | - | 871,136 | - | 581,793 | - | 235,317 | 1,688,246 |
| Culture and recreation | - | - | - | - | - | 23,395 | 23,395 |
| Public assistance | - | - | - | - | - | 26,996 | 26,996 |
| Capital outlay | 75,941 | - | - | 78,697 | - | 1,300 | 155,938 |
| Other | 23,054 | - | - | - | - | - | 23,054 |
| Total expenditures | <u>5,046,844</u> | <u>871,136</u> | <u>1,332,220</u> | <u>660,490</u> | <u>1,120,439</u> | <u>1,628,482</u> | <u>10,659,611</u> |
| Excess (deficiency) of revenues over expenditures | <u>10,709</u> | <u>(110,884)</u> | <u>314,050</u> | <u>174,550</u> | <u>211,684</u> | <u>511,598</u> | <u>1,111,707</u> |

| | <u>General Fund</u> | <u>County Motor Fuel Tax</u> | <u>IMRF</u> | <u>County Highway</u> | <u>Iroquois County Public Health Department</u> | <u>Nonmajor Governmental Funds</u> | <u>Total Governmental Funds</u> |
|--|-------------------------|----------------------------------|---------------------|---------------------------|---|--|---|
| OTHER FINANCING SOURCES (USES) | | | | | | | |
| Transfers in | \$ 220,000 | \$ - | \$ 46,772 | \$ 10,624 | \$ - | \$ 824,888 | \$ 1,102,284 |
| Transfers out | <u>(163,382)</u> | <u>(10,624)</u> | <u>-</u> | <u>(20,000)</u> | <u>(25,012)</u> | <u>(765,098)</u> | <u>(984,116)</u> |
| Total other financing sources (uses) | <u>56,618</u> | <u>(10,624)</u> | <u>46,772</u> | <u>(9,376)</u> | <u>(25,012)</u> | <u>59,790</u> | <u>118,168</u> |
| Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses | 67,327 | (121,508) | 360,822 | 165,174 | 186,672 | 571,388 | 1,229,875 |
| FUND BALANCE, BEGINNING OF YEAR, AS RESTATED | <u>2,055,062</u> | <u>1,155,525</u> | <u>2,122,242</u> | <u>1,305,678</u> | <u>750,440</u> | <u>4,587,741</u> | <u>11,976,688</u> |
| FUND BALANCE, END OF YEAR | <u>\$ 2,122,389</u> | <u>\$ 1,034,017</u> | <u>\$ 2,483,064</u> | <u>\$ 1,470,852</u> | <u>\$ 937,112</u> | <u>\$ 5,159,129</u> | <u>\$ 13,206,563</u> |

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

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, 2016

| | | |
|---|--------------------|---------------------------|
| Net change in fund balances - total governmental funds | \$ | 1,229,875 |
| Amounts reported for governmental activities in the statement of activities are different because: | | |
| Revenues that were reported as deferred inflows in the fund statements were shown in the statement of activities as revenue. The change from the prior year is to remove revenue related to prior periods. | | |
| | | (65,152) |
| 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, including contributed capital | \$ 2,564,201 | |
| Disposals | (2,130) | |
| Depreciation expense | <u>(3,114,508)</u> | (552,437) |
| Governmental funds report pension contributions as expenditures when made. However, in the statement of activities, pension expense is the cost of benefits earned, adjusted for member contributions, the recognition of changes in deferred outflows and inflows of resources related to pensions, and the investment experience. | | |
| Pension expense | | (2,057,875) |
| 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. | | |
| Increase in compensated absences | | (50,324) |
| 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>45,456</u> |
| Change in net position of governmental activities | \$ | <u>(1,450,457)</u> |

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

**IROQUOIS COUNTY, ILLINOIS
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
November 30, 2016**

| | Total Nonmajor Business-Type Activities - Enterprise Funds | Governmental Activities - Internal Service Fund - Group Health Insurance |
|---|---|---|
| CURRENT ASSETS | | |
| Cash | \$ 367,009 | \$ 189,902 |
| Receivables, net | | |
| Accounts | 10,000 | - |
| Due from other governments | 153,908 | - |
| Prepaid expenses | <u>90,000</u> | <u>-</u> |
| Total current assets | <u>620,917</u> | <u>189,902</u> |
| NONCURRENT ASSETS | | |
| Land | 153,037 | - |
| Equipment | 1,254,060 | - |
| Less accumulated depreciation | <u>(1,237,090)</u> | <u>-</u> |
| Total noncurrent assets, net | <u>170,007</u> | <u>-</u> |
| DEFERRED OUTFLOWS OF RESOURCES | | |
| Deferred amount related to pension liability | <u>32,231</u> | <u>-</u> |
| TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES | <u>\$ 823,155</u> | <u>\$ 189,902</u> |
| LIABILITIES | | |
| Accounts payable and accrued expenses | \$ 3,190 | \$ 10,987 |
| Due to other funds | 1,553 | - |
| Unearned revenue | - | 1,907 |
| Noncurrent liabilities: | | |
| Net pension liability | <u>13,880</u> | <u>-</u> |
| Total liabilities | <u>18,623</u> | <u>12,894</u> |
| DEFERRED INFLOWS OF RESOURCES | | |
| Deferred amount related to pension liability | <u>367</u> | <u>-</u> |
| NET POSITION | | |
| Investment in capital assets | 170,007 | - |
| Unrestricted | <u>634,158</u> | <u>177,008</u> |
| Total net position | <u>804,165</u> | <u>177,008</u> |
| TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND NET POSITION | <u>\$ 823,155</u> | <u>\$ 189,902</u> |

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, 2016

| | Total Nonmajor Business-Type Activities - Enterprise Funds | Governmental Activities - Internal Service Fund - Group Health Insurance |
|---|---|---|
| OPERATING REVENUES | | |
| Charges for services | \$ - | \$ 877,438 |
| Fees | 409,503 | - |
| Rental income | 126,757 | - |
| | <hr/> | <hr/> |
| Total operating revenues | 536,260 | 877,438 |
| OPERATING EXPENSES | | |
| General and administrative | - | 832,110 |
| Public safety | 218,500 | - |
| Farm | 8,430 | - |
| | <hr/> | <hr/> |
| Total operating expenses | 226,930 | 832,110 |
| Operating income | <hr/> | <hr/> |
| | 309,330 | 45,328 |
| NON-OPERATING REVENUES | | |
| Interest | <hr/> | <hr/> |
| | 337 | 128 |
| Net income before transfers | <hr/> | <hr/> |
| | 309,667 | 45,456 |
| TRANSFERS | | |
| Transfers out | <hr/> | <hr/> |
| | (118,168) | - |
| CHANGE IN NET POSITION | 191,499 | 45,456 |
| NET POSITION, BEGINNING OF YEAR, AS RESTATED | <hr/> | <hr/> |
| | 612,666 | 131,552 |
| NET POSITION, END OF YEAR | <hr/> | <hr/> |
| | \$ 804,165 | \$ 177,008 |

**IROQUOIS COUNTY, ILLINOIS
STATEMENT OF CASH FLOWS
PROPRIETARY FUND TYPES
Year Ended November 30, 2016**

| | Total Business-Type Activities - Enterprise Funds | Governmental Activities - Internal Service Fund - Group Health Insurance |
|--|--|---|
| CASH FLOWS FROM OPERATING ACTIVITIES | | |
| Cash received from customers/interfund users | \$ 509,278 | \$ 877,548 |
| Cash received for rent | 126,757 | - |
| Cash paid to suppliers and for claims | (218,500) | (829,453) |
| Cash paid to employees | (75,301) | - |
| Cash paid to others | (152,355) | - |
| | <u>189,879</u> | <u>48,095</u> |
| CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES | | |
| Cash transfers to other funds | (118,168) | - |
| | <u>(118,168)</u> | <u>-</u> |
| CASH FLOWS FROM INVESTING ACTIVITIES | | |
| Interest payments received | 337 | 128 |
| | <u>337</u> | <u>128</u> |
| NET INCREASE IN CASH | 72,048 | 48,223 |
| CASH, BEGINNING OF YEAR | 294,961 | 141,679 |
| | <u>294,961</u> | <u>141,679</u> |
| CASH, END OF YEAR | \$ 367,009 | \$ 189,902 |
| | <u>\$ 367,009</u> | <u>\$ 189,902</u> |
| CASH FLOWS FROM OPERATING ACTIVITIES | | |
| Operating income | \$ 309,330 | \$ 45,328 |
| Adjustments to reconcile operating income to net cash provided by operating activities: | | |
| Depreciation | 5,696 | - |
| Effects of changes in operating assets and liabilities: | | |
| Accounts receivable, net | 99,775 | - |
| Prepaid expense | (90,000) | - |
| Due from other funds | (153,908) | 110 |
| Deferred outflows of resources | 5,309 | - |
| Accounts payable and accrued expenses | (1,327) | 2,657 |
| Due to other funds | 1,553 | - |
| Deferred inflows of resources | 367 | - |
| Net pension liability | 13,084 | - |
| | <u>13,084</u> | <u>-</u> |
| NET CASH PROVIDED BY OPERATING ACTIVITIES | \$ 189,879 | \$ 48,095 |
| | <u>\$ 189,879</u> | <u>\$ 48,095</u> |

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

**IROQUOIS COUNTY, ILLINOIS
STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
November 30, 2016**

| | <u>Private Purpose Trust Fund</u> | <u>Agency Funds</u> | <u>Total</u> |
|---|---------------------------------------|-------------------------|-------------------------|
| Cash | \$ 3,660,834 | \$ 3,623,799 | \$ 7,284,633 |
| Investments | 3,959,213 | 201,372 | 4,160,585 |
| Property taxes receivable | - | 1,220,721 | 1,220,721 |
| Inventory | - | 34,754 | 34,754 |
| Due from other governments | <u>391,381</u> | <u>-</u> | <u>391,381</u> |
| Total assets | <u>8,011,428</u> | <u>5,080,646</u> | <u>13,092,074</u> |
| Accounts payable | 58,370 | - | 58,370 |
| Amounts held in trust and available for distribution to others | <u>-</u> | <u>5,080,646</u> | <u>5,080,646</u> |
| Total liabilities | <u>58,370</u> | <u>5,080,646</u> | <u>5,139,016</u> |
| NET POSITION RESTRICTED FOR OTHER PURPOSES | <u>\$ 7,953,058</u> | <u>\$ -</u> | <u>\$ 7,953,058</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, 2016

| | <u>Private Purpose Trust Fund</u> |
|--|---------------------------------------|
| ADDITIONS: | |
| Intergovernmental | \$ 2,482,948 |
| Interest | <u>31,707</u> |
| Total additions | <u>2,514,655</u> |
| DEDUCTIONS: | |
| Transportation | <u>2,713,299</u> |
| CHANGE IN NET POSITION | (198,644) |
| NET POSITION, BEGINNING OF YEAR | <u>8,151,702</u> |
| NET POSITION, END OF YEAR | <u>\$ 7,953,058</u> |

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

IROQUOIS COUNTY, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
November 30, 2016

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. These are discussed in Note 2. 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, 2016

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 180 days of the end of the current fiscal period (60 days for property taxes). 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, deferred outflows of resources, liabilities, deferred inflows of resources, and fund balance/net position, revenues, and expenditures/expenses.

IROQUOIS COUNTY, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
November 30, 2016

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.

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

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, 2016

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 Fund - 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.

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, 2016

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, deferred outflows of resources, 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 non-negotiable certificates of deposit with maturities of one to five years. These investments are stated at cost which approximates fair value.

RECEIVABLES

Taxes receivable are recorded between 99-100% 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.

IROQUOIS COUNTY, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
November 30, 2016

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. 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 | 3-12 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, 2016.

COMPENSATED ABSENCES

County policy states that an employee must use each year's vacation days by their anniversary date. Any unused vacation (including personal days) are paid out upon termination. These are accrued as a liability in the government-wide statements. Sick days may be accumulated to a total of 60 days per employee with no amount payable upon separation from service, and are therefore not accrued as a liability in the government-wide statements. Additionally, if employees have earned 30 days of sick leave, they may elect annually (November 1 of each year) to have excesses over 30 days paid to them at half-pay. This payout, when elected, occurs in November of each year.

IROQUOIS COUNTY, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
November 30, 2016

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

PENSIONS

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Illinois Municipal Retirement Fund (IMRF) and additions to/deductions from IMRF's fiduciary net position have been determined on the same basis as they are reported by IMRF. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

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. The County has one type of item which occurs related to its IMRF pension. The County has deferred outflows related to pension expense to be recognized in future periods and for pension contributions to the pension plan for the period January 1, 2016, through November 30, 2016 (subsequent to the measurement date).

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 deferred inflows. 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 meant to finance the next fiscal year. The other relates to the net pension liability and income that will be recognized in future periods.

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.

IROQUOIS COUNTY, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
November 30, 2016

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

EQUITY (Continued)

Fund Balance (continued)

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.

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.

Net Position

Net position represents the difference between assets, deferred outflows of resources, 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.

PROPERTY TAXES

Property taxes become a lien on the property on January 1. These are recorded as a receivable at that point in time. The County levies property taxes annually in November (required 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 following calendar year. 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. Taxes receivable at November 30 that are intended to finance the subsequent fiscal year are appropriately recorded as deferred inflows.

IROQUOIS COUNTY, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
November 30, 2016

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 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.

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. This 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.

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, it not being a separate legal entity, and the degree to which it is intertwined with the County, its transactions are accounted for in the Veterans Assistance Fund which is shown with other non-major governmental funds.

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 and the degree to which it is intertwined with the County, the operations are accounted for in the Joint Dispatch Fund which is shown with other County non-major governmental funds.

IROQUOIS COUNTY, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
November 30, 2016

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 \$24,964,413, and the bank balances totaled \$25,203,404. Included in the carrying amount of the County's bank deposits and the bank balances are non-negotiable certificates of deposits totaling \$4,387,225.

| | |
|---|---------------------|
| Statement of Net Position total cash and cash equivalents | \$13,292,555 |
| Statement of Net Position total investments | 226,640 |
| Statement of Fiduciary Net Position total cash | 7,284,633 |
| Statement of Fiduciary Net Position total investments | <u>4,160,585</u> |
| Total carrying amount of bank deposits | <u>\$24,964,413</u> |

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. All of the County's bank deposits were fully insured or collateralized as of November 30, 2016.

IROQUOIS COUNTY, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
November 30, 2016

NOTE 4 - INTERFUND ACTIVITY

Individual fund interfund receivable and payable (due to/due from other funds) at November 30, 2016 were as follows:

| | <u>Interfund Receivable</u> | <u>Interfund Payable</u> |
|---|---------------------------------|------------------------------|
| County Motor Fuel Tax Fund | \$ - | \$ 10,624 |
| County Highway Fund | 10,624 | - |
| Illinois Municipal Retirement Fund | 783 | - |
| Non-major Governmental Funds | | |
| FICA Fund | 574 | - |
| Workmen's Compensation | 196 | - |
| Non-major Enterprise Funds | | |
| 911 Emergency Service Board | | <u>1,553</u> |
| | <u>-</u> | |
| TOTAL | <u>\$ 12,177</u> | <u>\$ 12,177</u> |

The amounts due to/from other funds are for reimbursements, payroll liabilities, and other routine interfund charges. These amounts are expected to be repaid within one year.

IROQUOIS COUNTY, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
November 30, 2016

NOTE 4 - INTERFUND ACTIVITY (CONTINUED)

Interfund transfers for the year ended November 30, 2016 consisted of the following:

Transfers to General Fund – Major Governmental Fund from:

| | |
|---|--------------------------|
| County Highway – Major governmental fund | \$ 10,000 |
| Iroquois County Public Health Department fund – Major governmental fund | 10,000 |
| Non-major governmental funds | 100,000 |
| Non-major enterprise funds | 100,000 |
| Total | <u><u>\$ 220,000</u></u> |

Transfers to IMRF Fund – Major Governmental Fund from:

| | |
|------------------------------|-------------------------|
| Non-major governmental funds | \$ 36,542 |
| Non-major enterprise funds | 10,230 |
| Total | <u><u>\$ 46,772</u></u> |

Transfers to County Highway – Major Governmental Fund from:

| | |
|---|-------------------------|
| County Motor Fuel Tax – Major governmental fund | <u><u>\$ 10,624</u></u> |
|---|-------------------------|

Transfers to Non-major Governmental Funds from:

| | |
|---|--------------------------|
| General fund – Major governmental fund | \$ 163,382 |
| County Highway fund – Major governmental fund | 10,000 |
| Iroquois County Public Health Department Fund – Major governmental fund | 15,011 |
| Non-major governmental funds | 628,557 |
| Non-major enterprise funds | 7,938 |
| Total | <u><u>\$ 824,888</u></u> |

Transfers are generally 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. In addition, in fiscal year 2016, there was a transfer from the revolving loan fund to the capital projects fund of \$516,195, as the County received notification that the funds were no longer restricted.

IROQUOIS COUNTY, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
November 30, 2016

NOTE 5 - LOANS RECEIVABLE

In accordance with its agreement with the Illinois Department of Commerce and Community Affairs Community Development Assistance Program (CDAP), the County has received funding to issue community development loans in prior years. In fiscal year 2016, CDAP notified the County that the funds are no longer restricted, so a transfer was made to move the amount from the revolving loan fund, closing that fund, to the capital projects fund.

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 | \$ 73,342 | \$ - | \$ 3,973 | \$ 69,370 |
| The Gathering | 22,472 | - | 22,472 | - |
| Total | <u>\$ 95,814</u> | <u>\$ -</u> | <u>\$ 26,445</u> | <u>\$ 69,370</u> |

The description of the loans and the annual expected proceeds as of November 30, 2016, is as follows:

| <u>Borrower 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 |
| Final due date | July 1, 2023 | April 1, 2016 |

Future maturities of the receivables are as follows:

| <u>Year Ending November 30</u> | <u>Katherine Blunk</u> |
|------------------------------------|------------------------|
| 2017 | \$ 6,885 |
| 2018 | 7,237 |
| 2019 | 7,507 |
| 2020 | 7,997 |
| 2021 | 8,406 |
| 2022-2023 | <u>31,338</u> |
| Total | <u>\$ 69,370</u> |

On October 30, 2015, a new agreement was signed for the Katherine Blunk loan, with monthly payments of \$800 being applied to interest before principal, four quarterly payments of \$2,500 to be paid in 2016, and the remaining amount of principal to become due on July 1, 2023.

IROQUOIS COUNTY, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
November 30, 2016

NOTE 6 - CAPITAL ASSETS

Capital asset activity for the year ending November 30, 2016, was as follows:

Primary government:
Governmental activities

| | <u>Beginning Balance</u> | <u>Additions</u> | <u>Deletions</u> | <u>Ending Balance</u> |
|--|------------------------------|--------------------------|----------------------------|-----------------------------|
| Transportation network | \$ 96,902,124 | \$ 3,144,609 | \$ - | \$ 100,046,733 |
| Buildings and improvements | 8,029,449 | - | - | 8,029,449 |
| Equipment | 1,569,978 | 78,695 | - | 1,648,673 |
| Vehicles | <u>1,183,549</u> | <u>77,241</u> | <u>(21,299)</u> | <u>1,239,491</u> |
| Capital assets depreciated | 107,685,100 | 3,300,545 | (21,299) | 110,964,346 |
| Less accumulated depreciation | <u>(56,957,161)</u> | <u>(3,114,508)</u> | <u>19,169</u> | <u>(60,052,500)</u> |
| Total assets being depreciated, net | 50,727,939 | 186,037 | (2,130) | 50,911,846 |
| Construction in progress | 925,051 | 188,707 | (925,051) | 188,707 |
| Land | <u>8,600</u> | <u>-</u> | <u>-</u> | <u>8,600</u> |
| Total, net | <u>\$ 51,661,590</u> | <u>\$ 374,744</u> | <u>\$ (927,181)</u> | <u>\$ 51,109,153</u> |

Business-Type activities:
911 Emergency Service Board

| | <u>Beginning Balance</u> | <u>Additions</u> | <u>Deletions</u> | <u>Ending Balance</u> |
|-------------------------------|------------------------------|--------------------------|--------------------|---------------------------|
| Equipment | \$ 1,254,060 | \$ - | \$ - | \$ 1,254,060 |
| Less accumulated depreciation | <u>(1,231,394)</u> | <u>(5,696)</u> | <u>-</u> | <u>(1,237,090)</u> |
| Total, net | <u>\$ 22,666</u> | <u>\$ (5,696)</u> | <u>\$ -</u> | <u>\$ 16,970</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 | \$ 121,513 |
| Justice and public safety | 153,676 |
| Transportation and highway | 2,830,653 |
| Culture and recreation | 1,464 |
| Health and sanitation | <u>7,203</u> |

Total depreciation – governmental activities **\$3,114,508**

Business-type activities:

| | |
|-----------------------------|-----------------|
| 911 Emergency Service Board | <u>\$ 5,696</u> |
|-----------------------------|-----------------|

IROQUOIS COUNTY, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
November 30, 2016

NOTE 7 - LONG-TERM DEBT

On October 29, 2014, the County entered into a capital lease with John Deere Financial for the purchase of a tractor. The tractor was received and put into service in fiscal year 2014. This lease requires annual payments of principal and interest beginning December 15, 2014, through December 29, 2019, secured by the tractor. The County originally was one year early on payments; however, the fiscal year 2016 payment was not made and the County is now on track with the original amortization schedule. The interest rate is 3%.

Future maturities on the capital lease payable are as follows:

| <u>Year Ending</u> | <u>Principal</u> | <u>Interest</u> | <u>Total</u> |
|--------------------|--------------------------|-------------------------|--------------------------|
| 2017 | \$ 37,943 | \$ 4,831 | \$ 42,774 |
| 2018 | 39,098 | 3,677 | 42,775 |
| 2019 | 40,287 | 2,488 | 42,775 |
| 2020 | <u>41,513</u> | <u>1,262</u> | <u>42,775</u> |
| Total | <u>\$ 158,841</u> | <u>\$ 12,258</u> | <u>\$ 171,099</u> |

Changes in long-term debt for the year ended November 30, 2016 are as follows:

| | <u>Restated Beginning</u> <u>Balance</u> | <u>Additions</u> | <u>Deductions</u> | <u>Ending</u> <u>Balance</u> | <u>Due In</u> <u>One Year</u> |
|-------------------------|---|--------------------------|--------------------------|---------------------------------|----------------------------------|
| Compensated absences | \$ 100,421 | \$ 238,155 | \$ 187,831 | \$ 150,745 | \$ 150,745 |
| Capital lease payable | <u>158,841</u> | <u>-</u> | <u>-</u> | <u>158,841</u> | <u>37,943</u> |
| Total | <u>\$ 259,262</u> | <u>\$ 238,155</u> | <u>\$ 187,831</u> | <u>\$ 309,586</u> | <u>\$ 188,688</u> |

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

**IROQUOIS COUNTY, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
November 30, 2016**

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 WIA | \$416.66 monthly \$413.90 monthly | September 1, 2013 to August 31, 2016 September 1, 2016 to August 31, 2019 |
| ECICA Headstart | \$1,193.66 monthly \$1,507.52 monthly | September 1, 2014 to August 31, 2016 September 1, 2016 to August 31, 2019 |
| Volunteer Services of Iroquois Co. | \$500.00 monthly \$502.51 monthly | September 1, 2013 to August 31, 2016 September 1, 2016 to August 31, 2019 |
| 911 Emergency Service Board | \$420.00 monthly \$420.00 monthly | August 1, 2013 to July 31, 2016 August 1, 2016 to July 31, 2017 |
| Champaign Regional Planning | \$401.50 monthly \$410.42 monthly | July 1, 2014 to June 30, 2016 July 1, 2016 to June 30, 2017 |

Farm lease

The County owns farmland that is leased for cash. On November 1, 2015, a new lease was signed that is effective November 1, 2015, to November 1, 2018. Terms of that lease are \$315 cash rent per acre, for a total rent over the three-year term of \$380,268. The County received rent of \$126,756 for the year ended November 30, 2016. The rent is recorded in the County Farm Proprietary Fund.

NOTE 9 - PENSION PLANS

IMRF Plan Description

The County's defined benefit pension plan, a multi-employer agent plan, for regular employees, elected county officials, and sheriff's law enforcement personnel provides retirement and disability benefits, post-retirement increases, and death benefits to plan members and beneficiaries. The County's plan is managed by the Illinois Municipal Retirement Fund (IMRF), an administrator of a multi-employer public pension fund. A summary of IMRF's pension benefits is provided in the "Benefits Provided" section of this document. Details of all benefits are available from IMRF. 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 Comprehensive Annual Financial Report that includes financial statements, detailed information about the pension plan's fiduciary net position, and required supplementary information. The report is available for download at www.imrf.org.

IROQUOIS COUNTY, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
November 30, 2016

NOTE 9 - PENSION PLANS (CONTINUED)

Benefits Provided

IMRF has three benefit plans. The vast majority of IMRF members participate in the Regular Plan (RP). The Sheriff's Law Enforcement Personnel (SLEP) plan is for sheriffs, deputy sheriffs, and selected police chiefs. Counties could adopt the Elected County Official (ECO) plan for officials elected prior to August 8, 2011 (the ECO plan was closed to new participants after that date).

All three IMRF benefit plans have two tiers. Employees hired *before* January 1, 2011, are eligible for Tier 1 benefits. Tier 1 employees are vested for pension benefits when they have at least eight years of qualifying service credit. Tier 1 employees who retire at age 55 (at reduced benefits) or after age 60 (at full benefits) with eight years of service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1-2/3% of the final rate of earnings for the first 15 years of service credit, plus 2% for each year of service credit after 15 years to a maximum of 75% of their final rate of earnings. Final rate of earnings is the highest total earnings during any consecutive 48 months within the last 10 years of service, divided by 48. Under Tier 1, the pension is increased by 3% of the original amount on January 1 every year after retirement.

Employees hired *on or after* January 1, 2011, are eligible for Tier 2 benefits. For Tier 2 employees, pension benefits vest after ten years of service. Participating employees who retire at age 62 (at reduced benefits) or after age 67 (at full benefits) with ten years of service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1 2/3% of the final rate of earnings for the first 15 years of service credit, plus 2% for each year of service credit after 15 years to a maximum of 75% of their final rate of earnings. Final rate of earnings is the highest total earnings during any 96 consecutive months within the last 10 years of service, divided by 96. Under Tier 2, the pension is increased on January 1 every year after retirement, upon reaching age 67, by the *lesser* of:

- 3% of the original pension amount, or
- 1/2 of the increase in the Consumer Price Index of the original pension amount.

Employees Covered by Benefit Terms

As of December 31, 2015, the following regular employees were covered by the benefit terms:

| | |
|--|-------------------|
| Retirees and Beneficiaries currently receiving benefits | 131 |
| Inactive Plan Members entitled to but not yet receiving benefits | 95 |
| Active Plan Members | <u>91</u> |
| Total | <u>317</u> |

As of December 31, 2015, the following elected officials were covered by the benefit terms:

| | |
|--|------------------|
| Retirees and Beneficiaries currently receiving benefits | 12 |
| Inactive Plan Members entitled to but not yet receiving benefits | 0 |
| Active Plan Members | <u>0</u> |
| Total | <u>12</u> |

IROQUOIS COUNTY, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
November 30, 2016

NOTE 9 - PENSION PLANS (CONTINUED)

Employees Covered by Benefit Terms (Continued)

As of December 31, 2015, the following sheriff's law enforcement personnel were covered by the benefit terms:

| | |
|--|------------------|
| Retirees and Beneficiaries currently receiving benefits | 19 |
| Inactive Plan Members entitled to but not yet receiving benefits | 5 |
| Active Plan Members | <u>13</u> |
| Total | <u><u>37</u></u> |

Contributions

Statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. 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 IMRF's Board of Trustees, while the supplemental retirement benefits rate is set by statute.

1. As set by statute, the County's Regular Plan Members are required to contribute 4.5% of their annual covered salary. The County's annual contribution rate for calendar year 2015 was 9.86%.
2. As set by statute, the County's ECO Plan Members are required to contribute 7.5% of their annual covered salary. The County's annual contribution rate for calendar year 2015 was 18.65%.
3. As set by statute, the County's SLEP Plan Members are required to contribute 7.5% of their annual covered salary. The County's annual contribution rate for calendar year 2015 was 21.13%.

For the fiscal year ended November 30, 2016, the County contributed \$1,332,220 to the plans.

Net Pension Liability

The County's net pension liability was measured as of December 31, 2015. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

Actuarial Assumptions

The following are the methods and assumptions used to determine total pension liability at December 31, 2015:

- The **Actuarial Cost Method** used was Entry Age Normal.
- The **Asset Valuation Method** used was Market Value of Assets.
- The **Inflation Rate** was assumed to be 2.75%.
- **Salary Increases** were expected to be 3.75% to 14.50%, including inflation.
- The **Investment Rate of Return** was assumed to be 7.48% (7.49% for RP).

IROQUOIS COUNTY, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
November 30, 2016

NOTE 9 - PENSION PLANS (CONTINUED)

Actuarial Assumptions (Continued)

- Projected Retirement Age was from the Experience-based Table of Rates, specific to the type of eligibility condition, last updated for the 2014 valuation according to an experience study from years 2011 to 2013.
- The IMRF-specific rates for Mortality (for non-disabled retirees) were developed from the RP-2014 Blue Collar Health Annuitant Mortality Table with adjustments to match current IMRF experience.
- For **Disabled Retirees**, an IMRF-specific mortality table was used with fully generational projection scale MP-2014 (base year 2014). The IMRF-specific rates were developed from the RP-2014 Disabled Retirees Mortality Table, applying the same adjustments that were applied for non-disabled lives.
- For **Active Members**, an IMRF-specific mortality table was used with fully generational projection scale MP-2014 (base year 2014). The IMRF-specific rates were developed from the RP-2014 Employee Mortality Table with adjustments to match current IMRF experience.
- The **long-term expected rate of return** on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense, and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return to the target asset allocation percentage and adding expected inflation. The target allocation and best estimates of geometric real rates of return for each major asset class are summarized in the following table:

| Asset Class | Portfolio Target Percentage | Long-Term Expected Real Rate of Return |
|-------------------------|------------------------------------|---|
| Domestic Equity | 38% | 7.39% |
| International Equity | 17% | 7.59% |
| Fixed Income | 27% | 3.00% |
| Real Estate | 8% | 6.00% |
| Alternative Investments | 9% | 2.75-8.15% |
| Cash Equivalents | 1% | 2.25% |
| Total | <u>100%</u> | |

IROQUOIS COUNTY, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
November 30, 2016

NOTE 9 - PENSION PLANS (CONTINUED)

Single Discount Rate

A Single Discount Rate of 7.48% (7.49% for RP) was used to measure the total pension liability. The projection of cash flow used to determine this Single Discount Rate assumed that the plan members' contributions will be made at the current contribution rate, and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. The Single Discount Rate reflects:

1. The long-term expected rate of return on pension plan investments (during the period in which the fiduciary net position is projected to be sufficient to pay benefits), and
2. The tax-exempt municipal bond rate based on an index of 20-year general obligation bonds with an average AA credit rating (which is published by the Federal Reserve) as of the measurement date (to the extent that the contributions for use with the long-term expected rate of return are not met).

For the purpose of the most recent valuation, the expected rate of return on plan investments is 7.48% (7.49% for RP), the municipal bond rate is 3.57% (3.56% for RP), and the resulting Single Discount Rate is 7.48% (7.49% for RP).

Changes in the Net Pension Liability

Regular Employees Plan

| | Total Pension Liability | Plan Fiduciary Net Position | Net Pension Liability |
|---|--|--|----------------------------------|
| | <u>(A)</u> | <u>(B)</u> | <u>(A) - (B)</u> |
| Balances at December 31, 2014 | \$ 24,054,702 | \$ 23,950,930 | \$ 103,772 |
| Changes for the year: | | | |
| Service Cost | 404,609 | - | 404,609 |
| Interest on the Total Pension Liability | 1,774,246 | - | 1,774,246 |
| Changes of Benefit Terms | - | - | - |
| Differences Between Expected and Actual Experience of the Total Pension Liability | (71,387) | - | (71,387) |
| Changes of Assumptions | 30,930 | - | 30,930 |
| Contributions – Employer | - | 380,342 | (380,342) |
| Contributions – Employees | - | 175,218 | (175,218) |
| Net Investment Income | - | 118,142 | (118,142) |
| Benefit Payments, including Refunds of Employee Contributions | (1,200,789) | (1,200,789) | - |
| Other (Net Transfer) | - | (240,688) | 240,688 |
| Net Changes | <u>937,609</u> | <u>(767,775)</u> | <u>1,705,384</u> |
| Balances at December 31, 2015 | <u>\$ 24,992,311</u> | <u>\$ 23,183,155</u> | <u>\$ 1,809,156</u> |

IROQUOIS COUNTY, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
November 30, 2016

NOTE 9 - PENSION PLANS (CONTINUED)

Changes in the Net Pension Liability (Continued)

Elected Officials Plan

| | Total Pension Liability | Plan Fiduciary Net Position | Net Pension Liability |
|---|--|--|----------------------------------|
| | <u>(A)</u> | <u>(B)</u> | <u>(A) - (B)</u> |
| Balances at December 31, 2014 | \$ 4,433,562 | \$ 3,799,730 | \$ 633,832 |
| Changes for the year: | | | |
| Service Cost | - | - | - |
| Interest on the Total Pension Liability | 315,761 | - | 315,761 |
| Changes of Benefit Terms | - | - | - |
| Differences Between Expected and Actual Experience of the Total Pension Liability | 54,019 | - | 54,019 |
| Changes of Assumptions | (20,059) | - | (20,059) |
| Contributions - Employer | - | 409,322 | (409,322) |
| Contributions - Employees | - | - | - |
| Net Investment Income | - | 19,103 | (19,103) |
| Benefit Payments, including Refunds of Employee Contributions | (367,508) | (367,508) | - |
| Other (Net Transfer) | - | 285,752 | (285,752) |
| Net Changes | <u>(17,787)</u> | <u>346,669</u> | <u>(364,456)</u> |
| Balances at December 31, 2015 | <u>\$ 4,415,775</u> | <u>\$ 4,146,399</u> | <u>\$ 269,376</u> |

Sheriff's Law Enforcement Personnel Plan

| | Total Pension Liability | Plan Fiduciary Net Position | Net Pension Liability |
|---|--|--|----------------------------------|
| | <u>(A)</u> | <u>(B)</u> | <u>(A) - (B)</u> |
| Balances at December 31, 2014 | \$ 8,886,446 | \$ 7,964,181 | \$ 922,265 |
| Changes for the year: | | | |
| Service Cost | 153,420 | - | 153,420 |
| Interest on the Total Pension Liability | 654,224 | - | 654,224 |
| Changes of Benefit Terms | - | - | - |
| Differences Between Expected and Actual Experience of the Total Pension Liability | 135,147 | - | 135,147 |
| Changes of Assumptions | 23,962 | - | 23,962 |
| Contributions - Employer | - | 508,690 | (508,690) |
| Contributions - Employees | - | 62,006 | (62,006) |
| Net Investment Income | - | 40,047 | (40,047) |
| Benefit Payments, including Refunds of Employee Contributions | (480,327) | (480,327) | - |
| Other (Net Transfer) | - | (136,523) | 136,523 |
| Net Changes | <u>486,426</u> | <u>(6,107)</u> | <u>492,533</u> |
| Balances at December 31, 2015 | <u>\$ 9,372,872</u> | <u>\$ 7,958,074</u> | <u>\$ 1,414,798</u> |

IROQUOIS COUNTY, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
November 30, 2016

NOTE 9 - PENSION PLANS (CONTINUED)

Sensitivity of the Net Pension Liability to Changes in the Discount Rate

The following presents the regular plan's net pension liability, calculated using a Single Discount Rate of 7.49%, as well as what the plan's net pension liability would be if it were calculated using a Single Discount Rate that is 1% lower or 1% higher:

| | 1% Lower | Current Discount | 1% Higher |
|--------------------------------------|-----------------|-------------------------|------------------|
| | (6.49%) | (7.49%) | (8.49%) |
| Net Pension Liability (Asset) | \$5,179,106 | \$1,809,156 | \$(926,387) |

The following presents the ECO plan's net pension liability, calculated using a Single Discount Rate of 7.48%, as well as what the plan's net pension liability would be if it were calculated using a Single Discount Rate that is 1% lower or 1% higher:

| | 1% Lower | Current Discount | 1% Higher |
|--------------------------------------|-----------------|-------------------------|------------------|
| | (6.48%) | (7.48%) | (8.48%) |
| Net Pension Liability (Asset) | \$697,764 | \$269,376 | \$(95,703) |

The following presents the SLEP plan's net pension liability, calculated using a Single Discount Rate of 7.48%, as well as what the plan's net pension liability would be if it were calculated using a Single Discount Rate that is 1% lower or 1% higher:

| | 1% Lower | Current Discount | 1% Higher |
|------------------------------|-----------------|-------------------------|------------------|
| | (6.48%) | (7.48%) | (8.48%) |
| Net Pension Liability | \$2,717,387 | \$1,414,798 | \$350,651 |

IROQUOIS COUNTY, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
November 30, 2016

NOTE 9 - PENSION PLANS (CONTINUED)

Pension Expense, Deferred Outflows of Resources, and Deferred Inflows of Resources Related to Pensions

For the year ended November 30, 2016, the County recognized pension expense of \$3,374,588. Following are schedules of deferred outflows of resources and deferred inflows of resources by plan.

Regular Employees Plan

At November 30, 2016, the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

| Deferred Amounts Related to Pensions | Deferred Outflows of Resources | Deferred Inflows of Resources |
|--|---|--|
| <i>Deferred Amounts to be Recognized in Pension Expense in Future Periods</i> | | |
| Differences between expected and actual experience | \$ 1,818,252 | \$ 47,887 |
| Changes of assumptions | 287,883 | - |
| Net difference between projected and actual earnings on pension plan investments | <u>1,588,423</u> | <u>-</u> |
| Total deferred amounts to be recognized in pension expense in future periods | <u>3,694,558</u> | <u>47,887</u> |
| <i>Pension Contributions made Subsequent to the Measurement Date</i> | | |
| | <u>506,475</u> | <u>-</u> |
| Total Deferred Amounts Related to Pensions | <u>\$ 4,201,033</u> | <u>\$ 47,887</u> |

\$506,475 reported as deferred outflows of resources related to pensions resulting from the County's contributions subsequent to the measurement date will be recognized as a reduction in the net pension liability in the year ended November 30, 2017. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense in future periods as follows:

| Year Ending December 31 | Net Deferred Outflows of Resources |
|------------------------------------|---|
| 2016 | \$ 2,471,434 |
| 2017 | 426,937 |
| 2018 | 419,309 |
| 2019 | 328,991 |
| 2020 | - |
| Thereafter | <u>-</u> |
| Total | <u>\$ 3,646,671</u> |

IROQUOIS COUNTY, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
November 30, 2016

NOTE 9 - PENSION PLANS (CONTINUED)

Elected County Officials Plan

At November 30, 2016, the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

| Deferred Amounts Related to Pensions | Deferred Outflows of Resources | Deferred Inflows of Resources |
|--|---|--|
| <i>Deferred Amounts to be Recognized in Pension Expense in Future Periods</i> | | |
| Differences between expected and actual experience | \$ - | \$ - |
| Changes of assumptions | - | - |
| Net difference between projected and actual earnings on pension plan investments | <u>246,120</u> | <u>-</u> |
| Total deferred amounts to be recognized in pension expense in future periods | <u>246,120</u> | <u>-</u> |
| <i>Pension Contributions made Subsequent to the Measurement Date</i> | | |
| | <u>285,000</u> | <u>-</u> |
| Total Deferred Amounts Related to Pensions | <u>\$ 531,120</u> | <u>\$ -</u> |

\$285,000 reported as deferred outflows of resources related to pensions resulting from the County's contributions subsequent to the measurement date will be recognized as a reduction in the net pension liability in the year ended November 30, 2017. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense in future periods as follows:

| Year Ending December 31 | Net Deferred Outflows of Resources |
|------------------------------------|---|
| 2016 | \$ 63,496 |
| 2017 | 63,496 |
| 2018 | 63,496 |
| 2019 | 55,632 |
| 2020 | - |
| Thereafter | <u>-</u> |
| Total | <u>\$ 246,120</u> |

IROQUOIS COUNTY, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
November 30, 2016

NOTE 9 - PENSION PLANS (CONTINUED)

Sheriff's Law Enforcement Personnel Plan

At November 30, 2016, the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

| Deferred Amounts Related to Pensions | Deferred Outflows of Resources | Deferred Inflows of Resources |
|--|--------------------------------------|-------------------------------------|
| <i>Deferred Amounts to be Recognized in Pension Expense in Future Periods</i> | | |
| Differences between expected and actual experience | \$ 285,053 | \$ - |
| Changes of assumptions | 111,099 | - |
| Net difference between projected and actual earnings on pension plan investments | <u>508,927</u> | <u>-</u> |
| Total deferred amounts to be recognized in pension expense in future periods | <u>905,079</u> | <u>-</u> |
| <i>Pension Contributions made Subsequent to the Measurement Date</i> | | |
| | <u>498,236</u> | <u>-</u> |
| Total Deferred Amounts Related to Pensions | <u>\$ 1,403,315</u> | <u>\$ -</u> |

\$498,236 reported as deferred outflows of resources related to pensions resulting from the County's contributions subsequent to the measurement date will be recognized as a reduction in the net pension liability in the year ended November 30, 2017. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense in future periods as follows:

| Year Ending <u>December 31</u> | Net Deferred Outflows of Resources |
|-----------------------------------|---------------------------------------|
| 2016 | \$ 278,495 |
| 2017 | 278,495 |
| 2018 | 220,468 |
| 2019 | 127,621 |
| 2020 | - |
| Thereafter | <u>-</u> |
| Total | <u>\$ 905,079</u> |

IROQUOIS COUNTY, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
November 30, 2016

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, 2016: Group Insurance, Solid Waste Disposal, Public Safety, Arrestees Medical Cost, Grant, GIS, Trust, Sale in Error, Tax Redemption, County Redemptions, Mobile Home Tax, Township Motor Fuel Tax, County Mental Health, 377 Board, and Historical Documents.

Deficit Fund Balance

The following individual fund had a deficit fund balance as of November 30, 2016:

| | |
|------------|-------|
| Grant Fund | \$702 |
|------------|-------|

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.

Health insurance is also purchased commercially (not self-insured). It is accounted for as an internal service fund and costs are charged out to various funds/departments.

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, 2016

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.

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. These are not shown as liabilities on the County financial statements. Bonds outstanding are approximately \$3,180,000 as of November 30, 2016.

NOTE 15 - COMMITMENTS

As of November 30, 2016, the County had a contract to purchase a computer system for the 911 Emergency Services Board, and the outstanding commitment was \$90,000.

NOTE 16 - RESTATEMENT OF NET POSITION/FUND BALANCE

The November 30, 2015, fund balance for two funds has been restated due to a change in accounting principle. The County changed its modified accrual revenue recognition policy from 60 days to 180 days (excluding property taxes), where the County will recognize as available revenue at year-end any receivables collectible within 180 days of the County's year-end. The effect of the restatement is shown below.

Also, the November 30, 2015, net position has been restated to reclassify a portion of the beginning net pension liability and related deferred outflows of resources to the 911 enterprise fund (business-type activities) from governmental activities and to correct the compensated absences liability as it was determined that sick days don't vest and are not paid out upon termination and therefore were erroneously included in the compensated absence liability. The effect of the restatements are shown below.

IROQUOIS COUNTY, ILLINOIS
NOTES TO FINANCIAL STATEMENTS
November 30, 2016

NOTE 16 - RESTATEMENT OF NET POSITION/FUND BALANCE (CONTINUED)

| | <u>Governmental Activities</u> | <u>Business-Type Activities</u> | <u>General Fund</u> | <u>Iroquois County Public Health Department</u> |
|---|------------------------------------|-------------------------------------|----------------------------|---|
| Net position/fund balance, November 30, 2015, as previously reported | \$ 67,787,536 | \$ 575,922 | \$ 1,925,907 | \$ 663,040 |
| Adjustment for change in accounting principle | - | - | 129,155 | 87,400 |
| Adjustment for correction to compensated absences liability | 459,070 | - | - | - |
| Adjustment for allocation of net pension liability and related deferred outflows of resources | <u>(36,744)</u> | <u>36,744</u> | <u>-</u> | <u>-</u> |
| Net position/fund balance, November 30, 2015, as restated | <u>\$ 68,209,862</u> | <u>\$ 612,666</u> | <u>\$ 2,055,062</u> | <u>\$ 750,440</u> |

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

REQUIRED SUPPLEMENTARY INFORMATION

**IROQUOIS COUNTY, ILLINOIS
SCHEDULE OF EMPLOYER CONTRIBUTIONS
ILLINOIS MUNICIPAL RETIREMENT FUND
Year Ended November 30, 2016
(Unaudited)**

Regular Employees Plan

| <u>Fiscal Year Ended November 30,</u> | <u>Actuarially Determined Contribution</u> | <u>Actual Contribution</u> | <u>Contribution Deficiency (Excess)</u> | <u>Covered Valuation Payroll</u> | <u>Actual Contribution as a Percentage of Covered Valuation Payroll</u> |
|---------------------------------------|--|----------------------------|---|----------------------------------|---|
| 2015 | \$ 382,412 | \$ 382,412 | \$ - | \$ 3,847,462 | 9.94% |
| 2016 | \$ 385,978 | \$ 505,524 | \$ (119,546) | \$ 3,889,100 | 13.00% |

Elected County Officials Plan

| <u>Fiscal Year Ended November 30,</u> | <u>Actuarially Determined Contribution</u> | <u>Actual Contribution</u> | <u>Contribution Deficiency (Excess)</u> | <u>Covered Valuation Payroll</u> | <u>Actual Contribution as a Percentage of Covered Valuation Payroll</u> |
|---------------------------------------|--|----------------------------|---|----------------------------------|---|
| 2015 | \$ - | \$ 763,120 | \$ (763,120) | \$ - | 0.00% |
| 2016 | \$ - | \$ 285,000 | \$ (285,000) | \$ - | 0.00% |

Sheriff's Law Enforcement Personnel Plan

| <u>Fiscal Year Ended November 30,</u> | <u>Actuarially Determined Contribution</u> | <u>Actual Contribution</u> | <u>Contribution Deficiency (Excess)</u> | <u>Covered Valuation Payroll</u> | <u>Actual Contribution as a Percentage of Covered Valuation Payroll</u> |
|---------------------------------------|--|----------------------------|---|----------------------------------|---|
| 2015 | \$ 175,180 | \$ 175,180 | \$ - | \$ 822,916 | 21.29% |
| 2016 | \$ 193,423 | \$ 494,680 | \$ (301,257) | \$ 869,152 | 56.92% |

Additional years will be added to this schedule until 10 years of data is provided.

See accompanying Notes to Required Supplementary Information.

IROQUOIS COUNTY, ILLINOIS
SCHEDULE OF CHANGES IN THE NET PENSION LIABILITY
AND RELATED RATIOS
ILLINOIS MUNICIPAL RETIREMENT PLAN
(Unaudited)

Regular Employees Plan

| Calendar Year Ended December 31, | <u>2014</u> | <u>2015</u> |
|---|----------------------|----------------------|
| Total Pension Liability | | |
| Service Cost | \$ 381,871 | \$ 404,609 |
| Interest on the Total Pension Liability | 1,270,187 | 1,774,246 |
| Changes of Benefit Terms | - | - |
| Differences between Expected and Actual Experience of the Total Pension Liability | 5,419,106 | (71,387) |
| Changed of Assumptions | 796,165 | 30,930 |
| Benefit Payments, including Refunds of Employee Contributions | <u>(1,115,036)</u> | <u>(1,200,789)</u> |
| Net Change in Total Pension Liability | 6,752,293 | 937,609 |
| Total Pension Liability - Beginning | <u>17,302,409</u> | <u>24,054,702</u> |
| Total Pension Liability - Ending (A) | <u>\$ 24,054,702</u> | <u>\$ 24,992,311</u> |
| Plan Fiduciary Net Position | | |
| Contributions - Employer | \$ 423,906 | \$ 380,342 |
| Contributions - Employees | 174,115 | 175,218 |
| Net Investment Income | 1,073,355 | 118,142 |
| Benefit Payments, including Refunds of Employee Contributions | (1,115,036) | (1,200,789) |
| Other (Net Transfers) | * <u>5,540,106</u> | <u>(240,688)</u> |
| Net Change in Plan Fiduciary Net Position | 6,096,446 | (767,775) |
| Plan Fiduciary Net Position - Beginning | <u>17,845,484</u> | <u>23,950,930</u> |
| Plan Fiduciary Net Position - Ending (B) | <u>\$ 23,950,930</u> | <u>\$ 23,183,155</u> |
| Net Pension Liability - Ending (A) -(B) | <u>\$ 103,772</u> | <u>\$ 1,809,156</u> |
| Plan Fiduciary Net Position as a Percentage of the Total Pension Liability | 99.57% | 92.76% |
| Covered Valuation Payroll | <u>\$ 3,614,536</u> | <u>\$ 3,857,425</u> |
| Net Pension Liability as a Percentage of Covered Valuation Payroll | 2.87% | 46.90% |

Notes to Schedule:

This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, information is presented for those years for which information is available.

*Includes transfer of Ford-Iroquois Public Health Department balance of plan fiduciary net position since it dissolved.

IROQUOIS COUNTY, ILLINOIS
SCHEDULE OF CHANGES IN THE NET PENSION LIABILITY
AND RELATED RATIOS
ILLINOIS MUNICIPAL RETIREMENT PLAN
(Unaudited)

Elected County Officials Plan

| Calendar Year Ended December 31, | <u>2014</u> | <u>2015</u> |
|---|---------------------|---------------------|
| Total Pension Liability | | |
| Service Cost | \$ - | \$ - |
| Interest on the Total Pension Liability | 328,238 | 315,761 |
| Changes of Benefit Terms | - | - |
| Differences between Expected and Actual Experience of the Total Pension Liability | (300,829) | 54,019 |
| Changed of Assumptions | 148,313 | (20,259) |
| Benefit Payments, including Refunds of Employee Contributions | <u>(391,734)</u> | <u>(367,508)</u> |
| Net Change in Total Pension Liability | (216,012) | (17,787) |
| Total Pension Liability - Beginning | <u>4,649,574</u> | <u>4,433,562</u> |
| Total Pension Liability - Ending (A) | <u>\$ 4,433,562</u> | <u>\$ 4,415,775</u> |
| Plan Fiduciary Net Position | | |
| Contributions - Employer | \$ 837,577 | \$ 409,322 |
| Contributions - Employees | - | - |
| Net Investment Income | 224,272 | 19,103 |
| Benefit Payments, including Refunds of Employee Contributions | (391,734) | (367,508) |
| Other (Net Transfers) | <u>(324,051)</u> | <u>285,752</u> |
| Net Change in Plan Fiduciary Net Position | 346,064 | 346,669 |
| Plan Fiduciary Net Position - Beginning | <u>3,453,666</u> | <u>3,799,730</u> |
| Plan Fiduciary Net Position - Ending (B) | <u>\$ 3,799,730</u> | <u>\$ 4,146,399</u> |
| Net Pension Liability - Ending (A) -(B) | <u>\$ 633,832</u> | <u>\$ 269,376</u> |
| Plan Fiduciary Net Position as a Percentage of the Total Pension Liability | 85.70% | 93.90% |
| Covered Valuation Payroll | <u>\$ -</u> | <u>\$ -</u> |
| Net Pension Liability as a Percentage of Covered Valuation Payroll | 0.00% | 0.00% |

Notes to Schedule:

This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, information is presented for those years for which information is available.

IROQUOIS COUNTY, ILLINOIS
SCHEDULE OF CHANGES IN THE NET PENSION LIABILITY
AND RELATED RATIOS
ILLINOIS MUNICIPAL RETIREMENT PLAN
(Unaudited)

Sheriff's Law Enforcement Personnel Plan

| Calendar Year Ended December 31, | <u>2014</u> | <u>2015</u> |
|---|---------------------|---------------------|
| Total Pension Liability | | |
| Service Cost | \$ 159,506 | \$ 153,420 |
| Interest on the Total Pension Liability | 595,687 | 654,224 |
| Changes of Benefit Terms | - | - |
| Differences between Expected and Actual Experience of the Total Pension Liability | 325,872 | 135,147 |
| Changed of Assumptions | 167,300 | 23,962 |
| Benefit Payments, including Refunds of Employee Contributions | <u>(449,310)</u> | <u>(480,327)</u> |
| Net Change in Total Pension Liability | 799,055 | 486,426 |
| Total Pension Liability - Beginning | <u>8,087,391</u> | <u>8,886,446</u> |
| Total Pension Liability - Ending (A) | <u>\$ 8,886,446</u> | <u>\$ 9,372,872</u> |
| Plan Fiduciary Net Position | | |
| Contributions - Employer | \$ 198,004 | \$ 508,690 |
| Contributions - Employees | 62,112 | 62,006 |
| Net Investment Income | 460,579 | 40,047 |
| Benefit Payments, including Refunds of Employee Contributions | (449,310) | (480,327) |
| Other (Net Transfers) | <u>47,725</u> | <u>(136,523)</u> |
| Net Change in Plan Fiduciary Net Position | 319,110 | (6,107) |
| Plan Fiduciary Net Position - Beginning | <u>7,645,071</u> | <u>7,964,181</u> |
| Plan Fiduciary Net Position - Ending (B) | <u>\$ 7,964,181</u> | <u>\$ 7,958,074</u> |
| Net Pension Liability - Ending (A) -(B) | <u>\$ 922,265</u> | <u>\$ 1,414,798</u> |
| Plan Fiduciary Net Position as a Percentage of the Total Pension Liability | 89.62% | 84.91% |
| Covered Valuation Payroll | <u>\$ 786,968</u> | <u>\$ 826,742</u> |
| Net Pension Liability as a Percentage of Covered Valuation Payroll | 117.19% | 171.13% |

Notes to Schedule:

This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, information is presented for those years for which information is available.

See accompanying Notes to Required Supplementary Information.

IROQUOIS COUNTY, ILLINOIS
STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
GENERAL FUND
Year Ended November 30, 2016

| | Original Budget | Final Budget | Actual | Variance with Final Budget Favorable (Unfavorable) |
|--|----------------------------|-------------------------|---------------|---|
| REVENUES | | | | |
| Property taxes | \$ 1,290,000 | \$ 1,290,000 | \$ 1,330,379 | \$ 40,379 |
| Intergovernmental | 2,561,767 | 2,561,767 | 2,557,126 | (4,641) |
| Licenses, permits and fees | 137,300 | 137,300 | 138,273 | 973 |
| Charges for services | 634,103 | 634,103 | 623,149 | (10,954) |
| Interest income | 2,050 | 2,050 | 2,628 | 578 |
| Fines, fees and forfeits | 431,200 | 431,200 | 403,951 | (27,249) |
| Miscellaneous | 2,500 | 2,500 | 2,047 | (453) |
| Total revenues | 5,058,920 | 5,058,920 | 5,057,553 | (1,367) |
| EXPENDITURES | | | | |
| General and Administrative: | | | | |
| County Board | 143,055 | 143,055 | 109,029 | 34,026 |
| Board of Review | 12,498 | 12,498 | 12,890 | (392) |
| County Treasurer | 122,437 | 122,437 | 122,977 | (540) |
| Finance/IT | 220,108 | 224,108 | 203,671 | 20,437 |
| Elections | 171,934 | 171,934 | 171,640 | 294 |
| Zoning and Planning | 25,250 | 25,250 | 29,011 | (3,761) |
| Superintendent of Schools | 73,908 | 73,908 | 73,908 | - |
| County Clerk | 163,947 | 163,947 | 165,524 | (1,577) |
| Other Public and County Services | 400 | 400 | 381 | 19 |
| Other County Offices | 25,000 | 25,000 | 25,000 | - |
| Assessment Offices | 211,043 | 211,043 | 199,728 | 11,315 |
| Maintenance | 262,429 | 262,429 | 254,587 | 7,842 |
| Postage for County Offices | 56,700 | 56,700 | 49,350 | 7,350 |
| Health Insurance | 415,000 | 415,000 | 415,000 | - |
| Total General and Administrative | 1,903,709 | 1,907,709 | 1,832,696 | 75,013 |
| Justice and Public Safety: | | | | |
| Sheriff | 1,724,609 | 1,724,609 | 1,747,796 | (23,187) |
| Coroner | 92,248 | 92,248 | 74,108 | 18,140 |
| Animal Control | 66,600 | 66,600 | 63,566 | 3,034 |
| Emergency Services Disaster Agency | 21,760 | 21,760 | 19,842 | 1,918 |
| Circuit Clerk | 231,687 | 231,687 | 233,179 | (1,492) |
| Public Defender | 80,580 | 98,580 | 98,954 | (374) |
| Courts and Administration of Justice | 138,000 | 120,000 | 127,141 | (7,141) |
| States Attorney | 313,271 | 313,271 | 318,164 | (4,893) |
| Probation Office | 400,166 | 400,166 | 382,778 | 17,388 |
| Jurors | 42,700 | 42,700 | 49,625 | (6,925) |
| Total Justice and Public Safety | 3,111,621 | 3,111,621 | 3,115,153 | (3,532) |
| Other | 82,500 | 51,800 | 23,054 | 28,746 |
| Capital outlay | 50,000 | 76,700 | 75,941 | 759 |
| Total expenditures | 5,147,830 | 5,147,830 | 5,046,844 | 100,986 |
| Excess (deficiency) of revenues over expenditures | (88,910) | (88,910) | 10,709 | 99,619 |

See accompanying Notes to Required Supplementary Information.

IROQUOIS COUNTY, ILLINOIS
STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
GENERAL FUND (CONTINUED)
Year Ended November 30, 2016

| | <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 | \$ 252,800 | \$ 252,800 | \$ 220,000 | \$ (32,800) |
| Transfers out | <u>(163,382)</u> | <u>(163,382)</u> | <u>(163,382)</u> | <u>-</u> |
| Total other financing sources (uses) | <u>89,418</u> | <u>89,418</u> | <u>56,618</u> | <u>(32,800)</u> |
| Excess of revenues and other financing sources over expenditures and other financing uses | <u>\$ 508</u> | <u>\$ 508</u> | 67,327 | <u>\$ 66,819</u> |
| FUND BALANCE, BEGINNING OF YEAR, AS RESTATED | | | <u>2,055,062</u> | |
| FUND BALANCE, END OF YEAR | | | <u>\$ 2,122,389</u> | |

See accompanying Notes to Required Supplementary Information.

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, 2016

| | <u>Original Budget</u> | <u>Final Budget</u> | <u>Actual</u> | Variance with Final Budget Favorable (Unfavorable) |
|---|----------------------------|-------------------------|---------------------|---|
| REVENUES | | | | |
| Intergovernmental | \$ 1,850,000 | \$ 1,850,000 | \$ 759,188 | \$ (1,090,812) |
| Interest | <u>1,500</u> | <u>1,500</u> | <u>1,064</u> | <u>(436)</u> |
| Total revenues | <u>1,851,500</u> | <u>1,851,500</u> | <u>760,252</u> | <u>(1,091,248)</u> |
| EXPENDITURES | | | | |
| Transportation | <u>1,479,894</u> | <u>1,479,894</u> | <u>871,136</u> | <u>608,758</u> |
| Excess (deficiency) of revenues over expenditures | 371,606 | 371,606 | (110,884) | (482,490) |
| OTHER FINANCING USES | | | | |
| Transfers out | <u>(14,400)</u> | <u>(14,400)</u> | <u>(10,624)</u> | <u>3,776</u> |
| Excess (deficiency) of revenues over expenditures and other financing uses | <u>\$ 357,206</u> | <u>\$ 357,206</u> | (121,508) | <u>\$ (478,714)</u> |
| FUND BALANCE, BEGINNING OF YEAR | | | <u>1,155,525</u> | |
| FUND BALANCE, END OF YEAR | | | <u>\$ 1,034,017</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, 2016

| | <u>Original Budget</u> | <u>Final Budget</u> | <u>Actual</u> | Variance with Final Budget Favorable (Unfavorable) |
|---|----------------------------|-------------------------|---------------------|---|
| REVENUES | | | | |
| Property taxes | \$ 1,650,000 | \$ 1,650,000 | \$ 1,642,441 | \$ (7,559) |
| Interest income | <u>2,500</u> | <u>2,500</u> | <u>3,829</u> | <u>1,329</u> |
| Total revenues | <u>1,652,500</u> | <u>1,652,500</u> | <u>1,646,270</u> | <u>(6,230)</u> |
| EXPENDITURES | | | | |
| General Government: | | | | |
| Retirement contributions | <u>1,395,284</u> | <u>1,395,284</u> | <u>1,332,220</u> | <u>63,064</u> |
| Excess of revenues over expenditures | 257,216 | 257,216 | 314,050 | 56,834 |
| OTHER FINANCING SOURCES | | | | |
| Transfers in | <u>42,000</u> | <u>42,000</u> | <u>46,772</u> | <u>4,772</u> |
| Excess of revenues and other financing sources over expenditures | <u>\$ 299,216</u> | <u>\$ 299,216</u> | 360,822 | <u>\$ 61,606</u> |
| FUND BALANCE, BEGINNING OF YEAR | | | <u>2,122,242</u> | |
| FUND BALANCE, END OF YEAR | | | <u>\$ 2,483,064</u> | |

See accompanying Notes to Required Supplementary Information

IROQUOIS COUNTY, ILLINOIS
STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
MAJOR FUND - SPECIAL REVENUE FUND - COUNTY HIGHWAY
Year Ended November 30, 2016

| | Original Budget | Final Budget | Actual | Variance with Final Budget Favorable (Unfavorable) |
|---|--------------------|-----------------|--------------|---|
| REVENUES | | | | |
| Property taxes | \$ 480,000 | \$ 480,000 | \$ 492,746 | \$ 12,746 |
| Charges for services | 225,000 | 225,000 | 161,016 | (63,984) |
| Intergovernmental | 125,000 | 125,000 | 119,895 | (5,105) |
| Interest income | 2,000 | 2,000 | 1,883 | (117) |
| Miscellaneous | 61,900 | 61,900 | 59,500 | (2,400) |
| Total revenues | 893,900 | 893,900 | 835,040 | (58,860) |
| EXPENDITURES | | | | |
| Transportation and highway | 710,709 | 710,709 | 581,793 | 128,916 |
| Capital outlay | 160,000 | 160,000 | 78,697 | 81,303 |
| Total expenditures | 870,709 | 870,709 | 660,490 | 210,219 |
| Excess of revenues over expenditures | 23,191 | 23,191 | 174,550 | 151,359 |
| OTHER FINANCING SOURCES (USES) | | | | |
| Transfers in | - | - | 10,624 | 10,624 |
| Transfers out | (20,000) | (20,000) | (20,000) | - |
| Total other financing sources (uses) | (20,000) | (20,000) | (9,376) | 10,624 |
| Excess of revenues and other financing sources over expenditures and other financing uses | \$ 3,191 | \$ 3,191 | 165,174 | \$ 161,983 |
| FUND BALANCE, BEGINNING OF YEAR | | | 1,305,678 | |
| FUND BALANCE, END OF YEAR | | | \$ 1,470,852 | |

See accompanying Notes to Required Supplementary Information

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, 2016

| | Original Budget | Final Budget | Actual | Variance with Final Budget Favorable (Unfavorable) |
|--|----------------------------|-------------------------|-------------------|--|
| REVENUES | | | | |
| Property taxes | \$ 532,808 | \$ 532,808 | \$ 482,527 | \$ (50,281) |
| Charges for services | 59,625 | 59,625 | 80,290 | 20,665 |
| Intergovernmental | 556,273 | 556,273 | 428,688 | (127,585) |
| Fines, fees, and forfeitures | 309,293 | 309,293 | 329,459 | 20,166 |
| Miscellaneous | - | - | 11,159 | 11,159 |
| | <u>1,457,999</u> | <u>1,457,999</u> | <u>1,332,123</u> | <u>(125,876)</u> |
| EXPENDITURES | | | | |
| Health and sanitation | 1,331,263 | 1,331,263 | 1,120,439 | 210,824 |
| Capital outlay | 10,000 | 10,000 | - | 10,000 |
| | <u>1,341,263</u> | <u>1,341,263</u> | <u>1,120,439</u> | <u>220,824</u> |
| Excess of revenues over expenditures | <u>116,736</u> | <u>116,736</u> | <u>211,684</u> | <u>94,948</u> |
| OTHER FINANCING USES | | | | |
| Transfers out | (66,736) | (66,736) | (25,012) | 41,724 |
| Excess of revenues over expenditures and other financing uses | <u>\$ 50,000</u> | <u>\$ 50,000</u> | <u>186,672</u> | <u>\$ 136,672</u> |
| FUND BALANCE, BEGINNING OF YEAR, AS RESTATED | | | <u>750,440</u> | |
| FUND BALANCE, END OF YEAR | | | <u>\$ 937,112</u> | |

See accompanying Notes to Required Supplementary Information.

IROQUOIS COUNTY, ILLINOIS
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
November 30, 2016

Note 1 - Basis of Accounting

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

Note 2 - Expenditures over Budget

The following individual funds had an excess of actual expenditures over legally enacted budgeted amounts for the year ended November 30, 2016: Group Insurance, Solid Waste Disposal, Public Safety, Arrestees Medical Cost, Grant, GIS, Trust, Sale in Error, Tax Redemption, County Redemptions, Mobile Home Tax, Township Motor Fuel Tax, County Mental Health, 377 Board, and Historical Documents.

Note 3 - Summary of Actuarial Methods and Assumptions Used in the Calculation of the 2015 Contribution Rate*

Valuation Date:

Notes Actuarially determined contribution rates are calculated as of December 31 each year, which are 12 months prior to the beginning of the fiscal year in which contributions are reported.

Methods and Assumptions Used to Determine 2015 Contribution Rates:

| | |
|---------------------------------------|---|
| <i>Actuarial Cost Method:</i> | Aggregate entry age = normal |
| <i>Amortization Method:</i> | Level percentage of payroll, closed |
| <i>Remaining Amortization Period:</i> | 28-year closed period |
| <i>Asset Valuation Method:</i> | 5-year smoothed market; 20% corridor |
| <i>Wage Growth:</i> | 4% |
| <i>Price Inflation:</i> | 3%, approximate; No explicit price inflation assumption is used in this valuation. |
| <i>Salary Increases:</i> | 4.40% to 16%, including inflation |
| <i>Investment Rate of Return:</i> | 7.50% |
| <i>Retirement Age:</i> | Experience-based table of rates that are specific to the type of eligibility condition; last updated for the 2011 valuation pursuant to an experience study of the period 2008 to 2010. |
| <i>Mortality:</i> | RP-2000 Combined Healthy Mortality Table, adjusted for mortality improvements to 2020 using projection scale AA. For men, 120% of the table rates were used. For women, 92 percent of the table rates were used. For disabled lives, the mortality rates are the rates applicable to non-disabled lives set forward 10 years. |

Other Information:

Notes: There were no benefit changes during the year.

* Based on Valuation Assumptions used in the December 31, 2013, actuarial valuation; note two year lag between valuation and rate setting.

OTHER SUPPLEMENTARY INFORMATION

**IROQUOIS COUNTY, ILLINOIS
COMBINING BALANCE SHEET
GENERAL FUND
November 30, 2016**

| | General Account | County Information Systems | Total General Fund |
|---|----------------------------|---|-----------------------------------|
| ASSETS | | | |
| Cash and cash equivalents | \$ 1,788,758 | \$ 12,023 | \$ 1,800,781 |
| Receivables (net of estimated uncollectible amounts) | | | |
| Property taxes | 1,426,446 | - | 1,426,446 |
| Other | 8,623 | - | 8,623 |
| Intergovernmental | 557,985 | - | 557,985 |
| TOTAL ASSETS | \$ 3,781,812 | \$ 12,023 | \$ 3,793,835 |
| LIABILITIES | | | |
| Accounts payable and accrued expenses | \$ 245,000 | \$ - | \$ 245,000 |
| DEFERRED INFLOWS OF RESOURCES | | | |
| Subsequent year's property tax | 1,426,446 | - | 1,426,446 |
| FUND BALANCE | | | |
| Unassigned | 2,110,366 | 12,023 | 2,122,389 |
| TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCE | \$ 3,781,812 | \$ 12,023 | \$ 3,793,835 |

IROQUOIS COUNTY, ILLINOIS
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
GENERAL FUND
Year Ended November 30, 2016

| | General Account | County Information Systems | Total General Fund |
|---|----------------------------|---|-----------------------------------|
| REVENUES | | | |
| Property taxes | \$ 1,330,379 | \$ - | \$ 1,330,379 |
| Charges for services | 623,149 | - | 623,149 |
| Licenses, permits and fees | 138,273 | - | 138,273 |
| Fines, fees and forfeits | 403,951 | - | 403,951 |
| Intergovernmental | 2,557,126 | - | 2,557,126 |
| Interest | 2,622 | 6 | 2,628 |
| Miscellaneous | 2,047 | - | 2,047 |
| | <hr/> | <hr/> | <hr/> |
| Total revenues | 5,057,547 | 6 | 5,057,553 |
| EXPENDITURES | | | |
| General government | 1,829,065 | 3,631 | 1,832,696 |
| Justice and public safety | 3,115,153 | - | 3,115,153 |
| Other | 23,054 | - | 23,054 |
| Capital outlay | 75,941 | - | 75,941 |
| | <hr/> | <hr/> | <hr/> |
| Total expenditures | 5,043,213 | 3,631 | 5,046,844 |
| Excess (deficiency) of revenues over expenditures | <hr/> | <hr/> | <hr/> |
| | 14,334 | (3,625) | 10,709 |
| OTHER FINANCING SOURCES (USES) | | | |
| Transfers in | 210,000 | 10,000 | 220,000 |
| Transfers out | (163,382) | - | (163,382) |
| | <hr/> | <hr/> | <hr/> |
| Total other financing sources (uses) | 46,618 | 10,000 | 56,618 |
| Excess of revenues and other financing sources over expenditures and other financing uses | <hr/> | <hr/> | <hr/> |
| | 60,952 | 6,375 | 67,327 |
| FUND BALANCE, BEGINNING OF YEAR, AS RESTATED | <hr/> | <hr/> | <hr/> |
| | 2,049,414 | 5,648 | 2,055,062 |
| FUND BALANCE, END OF YEAR | <hr/> | <hr/> | <hr/> |
| | \$ 2,110,366 | \$ 12,023 | \$ 2,122,389 |

**IROQUOIS COUNTY, ILLINOIS
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
November 30, 2016**

| | <u>Special Revenue</u> | | | | | |
|---|---------------------------------|-------------------|--------------------------|----------------------------|---------------------------|---------------------------------------|
| | <u>Historical Documents</u> | <u>Indemnity</u> | <u>County Bridge</u> | <u>Township Bridge</u> | <u>Tax Redemption</u> | <u>Court Document Storage</u> |
| Cash and cash equivalents | \$ 12 | \$ 101,877 | \$ 1,063,300 | \$ 25,718 | \$ 4,596 | \$ 121,717 |
| Investments | - | - | - | - | - | - |
| Receivables: | | | | | | |
| Property taxes | 10,595 | - | 263,820 | - | - | - |
| Due from other governments | - | - | - | - | - | - |
| Due from other funds | - | - | - | - | - | - |
| Loans | - | - | - | - | - | - |
| TOTAL ASSETS | <u>\$ 10,607</u> | <u>\$ 101,877</u> | <u>\$ 1,327,120</u> | <u>\$ 25,718</u> | <u>\$ 4,596</u> | <u>\$ 121,717</u> |
| LIABILITIES | | | | | | |
| Accounts payable | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Accrued expenses | - | - | - | - | - | - |
| Unearned revenue | - | - | - | - | - | - |
| Total liabilities | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| DEFERRED INFLOWS OF RESOURCES | | | | | | |
| Subsequent year's property tax | <u>10,595</u> | <u>-</u> | <u>263,820</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| FUND BALANCE (DEFICIT) | | | | | | |
| Restricted: | | | | | | |
| General and administrative | - | 101,877 | - | - | 4,596 | - |
| Justice and public safety | - | - | - | - | - | 121,717 |
| Transportation and highway | - | - | 1,063,300 | 25,718 | - | - |
| Culture and recreation | 12 | - | - | - | - | - |
| 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>12</u> | <u>101,877</u> | <u>1,063,300</u> | <u>25,718</u> | <u>4,596</u> | <u>121,717</u> |
| TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCE (DEFICIT) | <u>\$ 10,607</u> | <u>\$ 101,877</u> | <u>\$ 1,327,120</u> | <u>\$ 25,718</u> | <u>\$ 4,596</u> | <u>\$ 121,717</u> |

**IROQUOIS COUNTY, ILLINOIS
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
November 30, 2016**

| | <u>Special Revenue</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> | <u>Probation Services</u> |
| Cash and cash equivalents | \$ 103,582 | \$ 23,929 | \$ 96,145 | \$ 18,643 | \$ 1,776 | \$ 127,814 |
| Investments | - | - | - | - | - | - |
| Receivables: | | | | | | |
| Property taxes | - | - | - | - | - | - |
| Due from other governments | - | 1,466 | - | - | - | - |
| Due from other funds | - | - | - | - | - | - |
| Loans | - | - | - | - | - | - |
| TOTAL ASSETS | <u>\$ 103,582</u> | <u>\$ 25,395</u> | <u>\$ 96,145</u> | <u>\$ 18,643</u> | <u>\$ 1,776</u> | <u>\$ 127,814</u> |
| LIABILITIES | | | | | | |
| Accounts payable | \$ - | \$ - | \$ 6,890 | \$ 2,459 | \$ - | \$ - |
| Accrued expenses | - | - | - | - | - | 218 |
| Unearned revenue | - | 1,466 | - | - | - | - |
| Total liabilities | <u>-</u> | <u>1,466</u> | <u>6,890</u> | <u>2,459</u> | <u>-</u> | <u>218</u> |
| DEFERRED INFLOWS OF RESOURCES | | | | | | |
| Subsequent year's property tax | - | - | - | - | - | - |
| FUND BALANCE (DEFICIT) | | | | | | |
| Restricted: | | | | | | |
| General and administrative | - | 23,929 | 89,255 | 16,184 | - | - |
| Justice and public safety | 103,582 | - | - | - | 1,776 | 127,596 |
| 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>103,582</u> | <u>23,929</u> | <u>89,255</u> | <u>16,184</u> | <u>1,776</u> | <u>127,596</u> |
| TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCE (DEFICIT) | <u>\$ 103,582</u> | <u>\$ 25,395</u> | <u>\$ 96,145</u> | <u>\$ 18,643</u> | <u>\$ 1,776</u> | <u>\$ 127,814</u> |

**IROQUOIS COUNTY, ILLINOIS
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
November 30, 2016**

Special Revenue

| | <u>Court Security</u> | <u>Sale in Error</u> | <u>Drug Abuse</u> | <u>Veterans Assistance Commission</u> | <u>Joint Dispatch</u> | <u>States Attorney Forfeiture</u> |
|---|----------------------------------|---------------------------------|------------------------------|--|----------------------------------|--|
| Cash and cash equivalents | \$ 35,267 | \$ 23,977 | \$ 14,315 | \$ 35,437 | \$ 36,014 | \$ 35,297 |
| Investments | - | - | - | - | - | - |
| Receivables: | | | | | | |
| Property taxes | - | - | - | 34,371 | - | - |
| Due from other governments | - | - | - | - | - | - |
| Due from other funds | - | - | - | - | - | - |
| Loans | - | - | - | - | - | - |
| TOTAL ASSETS | <u>\$ 35,267</u> | <u>\$ 23,977</u> | <u>\$ 14,315</u> | <u>\$ 69,808</u> | <u>\$ 36,014</u> | <u>\$ 35,297</u> |
| LIABILITIES | | | | | | |
| Accounts payable | \$ 547 | \$ - | \$ - | \$ - | \$ - | \$ - |
| Accrued expenses | 1,064 | - | - | - | 15,269 | - |
| Unearned revenue | - | - | - | - | - | - |
| Total liabilities | <u>1,611</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>15,269</u> | <u>-</u> |
| DEFERRED INFLOWS OF RESOURCES | | | | | | |
| Subsequent year's property tax | - | - | - | 34,371 | - | - |
| FUND BALANCE (DEFICIT) | | | | | | |
| Restricted: | | | | | | |
| General and administrative | - | 23,977 | - | - | - | - |
| Justice and public safety | 33,656 | - | 14,315 | - | 20,745 | 35,297 |
| Transportation and highway | - | - | - | - | - | - |
| Culture and recreation | - | - | - | - | - | - |
| Public assistance | - | - | - | 35,437 | - | - |
| Capital projects | - | - | - | - | - | - |
| Committed: | | | | | | |
| Capital projects | - | - | - | - | - | - |
| Unrestricted | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Total fund balance (deficit) | <u>33,656</u> | <u>23,977</u> | <u>14,315</u> | <u>35,437</u> | <u>20,745</u> | <u>35,297</u> |
| TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCE (DEFICIT) | <u>\$ 35,267</u> | <u>\$ 23,977</u> | <u>\$ 14,315</u> | <u>\$ 69,808</u> | <u>\$ 36,014</u> | <u>\$ 35,297</u> |

**IROQUOIS COUNTY, ILLINOIS
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
November 30, 2016**

| | <u>Special Revenue</u> | | | | | |
|---|---|-----------------------|-------------------------------------|-----------------------|--------------------------|---------------------------|
| | <u>Electronic Voting System</u> | <u>Grant Fund</u> | <u>Revolving CDAP Loans</u> | <u>Teen Court</u> | <u>Public Safety</u> | <u>Police Vehicle</u> |
| Cash and cash equivalents | \$ 20,541 | \$ 1,444 | \$ - | \$ 24,892 | \$ 12,143 | \$ 24,353 |
| Investments | - | - | - | - | - | - |
| Receivables: | | | | | | |
| Property taxes | - | - | - | - | - | - |
| Due from other governments | - | 244 | - | - | - | - |
| Due from other funds | - | - | - | - | - | - |
| Loans | - | - | - | - | - | - |
| TOTAL ASSETS | <u>\$ 20,541</u> | <u>\$ 1,688</u> | <u>\$ -</u> | <u>\$ 24,892</u> | <u>\$ 12,143</u> | <u>\$ 24,353</u> |
| LIABILITIES | | | | | | |
| Accounts payable | \$ - | \$ 940 | \$ - | \$ - | \$ 1,660 | \$ - |
| Accrued expenses | - | - | - | - | - | - |
| Unearned revenue | - | 1,450 | - | - | - | - |
| Total liabilities | <u>-</u> | <u>2,390</u> | <u>-</u> | <u>-</u> | <u>1,660</u> | <u>-</u> |
| DEFERRED INFLOWS OF RESOURCES | | | | | | |
| Subsequent year's property tax | - | - | - | - | - | - |
| FUND BALANCE (DEFICIT) | | | | | | |
| Restricted: | | | | | | |
| General and administrative | 20,541 | - | - | - | - | - |
| Justice and public safety | - | - | - | 24,892 | 10,483 | 24,353 |
| Transportation and highway | - | - | - | - | - | - |
| Culture and recreation | - | - | - | - | - | - |
| Public assistance | - | - | - | - | - | - |
| Capital projects | - | - | - | - | - | - |
| Committed: | | | | | | |
| Capital projects | - | - | - | - | - | - |
| Unrestricted | <u>-</u> | <u>(702)</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Total fund balance (deficit) | <u>20,541</u> | <u>(702)</u> | <u>-</u> | <u>24,892</u> | <u>10,483</u> | <u>24,353</u> |
| TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCE (DEFICIT) | <u>\$ 20,541</u> | <u>\$ 1,688</u> | <u>\$ -</u> | <u>\$ 24,892</u> | <u>\$ 12,143</u> | <u>\$ 24,353</u> |

**IROQUOIS COUNTY, ILLINOIS
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
November 30, 2016**

Special Revenue

| | <u>Arrestees Medical Costs</u> | <u>Coroner Automation</u> | <u>Trust Fund</u> | <u>Sheriff's E-Citation</u> | <u>Probation Operations</u> | <u>States Attorney Automation</u> |
|---|---|--------------------------------------|------------------------------|--|--|--|
| Cash and cash equivalents | \$ 52 | \$ 13,058 | \$ 6,694 | \$ 1,986 | \$ 24,227 | \$ 6,450 |
| Investments | - | - | - | - | - | - |
| Receivables: | | | | | | |
| Property taxes | - | - | - | - | - | - |
| Due from other governments | - | - | - | - | - | - |
| Due from other funds | - | - | - | - | - | - |
| Loans | - | - | - | - | - | - |
| TOTAL ASSETS | <u>\$ 52</u> | <u>\$ 13,058</u> | <u>\$ 6,694</u> | <u>\$ 1,986</u> | <u>\$ 24,227</u> | <u>\$ 6,450</u> |
| LIABILITIES | | | | | | |
| Accounts payable | \$ - | \$ 300 | \$ - | \$ - | \$ - | \$ - |
| Accrued expenses | 44 | - | - | - | - | - |
| Unearned revenue | - | - | - | - | - | - |
| Total liabilities | <u>44</u> | <u>300</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| DEFERRED INFLOWS OF RESOURCES | | | | | | |
| Subsequent year's property tax | - | - | - | - | - | - |
| FUND BALANCE (DEFICIT) | | | | | | |
| Restricted: | | | | | | |
| General and administrative | - | - | - | - | - | - |
| Justice and public safety | 8 | 12,758 | 6,694 | 1,986 | 24,227 | 6,450 |
| Transportation and highway | - | - | - | - | - | - |
| Culture and recreation | - | - | - | - | - | - |
| Public assistance | - | - | - | - | - | - |
| Capital projects | - | - | - | - | - | - |
| Committed: | | | | | | |
| Capital projects | - | - | - | - | - | - |
| Unrestricted | - | - | - | - | - | - |
| Total fund balance (deficit) | <u>8</u> | <u>12,758</u> | <u>6,694</u> | <u>1,986</u> | <u>24,227</u> | <u>6,450</u> |
| TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCE (DEFICIT) | <u>\$ 52</u> | <u>\$ 13,058</u> | <u>\$ 6,694</u> | <u>\$ 1,986</u> | <u>\$ 24,227</u> | <u>\$ 6,450</u> |

**IROQUOIS COUNTY, ILLINOIS
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
November 30, 2016**

Special Revenue

| | <u>GIS Fund</u> | <u>FICA Fund</u> | <u>Liability Insurance</u> | <u>Unemployment Compensation</u> | <u>Workmen's Compensation</u> | <u>Matching Tax</u> |
|---|----------------------------|-----------------------------|---------------------------------------|---|--|--------------------------------|
| Cash and cash equivalents | \$ 44,375 | \$ 827,513 | \$ 410,649 | \$ 216,706 | \$ 246,159 | \$ 584,195 |
| Investments | - | - | - | - | - | - |
| Receivables: | | | | | | |
| Property taxes | - | 320,000 | 132,157 | 4,998 | 84,636 | 263,820 |
| Due from other governments | - | - | - | - | - | - |
| Due from other funds | - | 574 | - | - | 196 | - |
| Loans | - | - | - | - | - | - |
| TOTAL ASSETS | <u>\$ 44,375</u> | <u>\$ 1,148,087</u> | <u>\$ 542,806</u> | <u>\$ 221,704</u> | <u>\$ 330,991</u> | <u>\$ 848,015</u> |
| LIABILITIES | | | | | | |
| Accounts payable | \$ 11,615 | \$ - | \$ - | \$ - | \$ - | \$ - |
| Accrued expenses | - | - | - | 509 | - | 61,352 |
| Unearned revenue | - | - | - | - | - | - |
| Total liabilities | <u>11,615</u> | <u>-</u> | <u>-</u> | <u>509</u> | <u>-</u> | <u>61,352</u> |
| DEFERRED INFLOWS OF RESOURCES | | | | | | |
| Subsequent year's property tax | <u>-</u> | <u>320,000</u> | <u>132,157</u> | <u>4,998</u> | <u>84,636</u> | <u>263,820</u> |
| FUND BALANCE (DEFICIT) | | | | | | |
| Restricted: | | | | | | |
| General and administrative | 32,760 | 828,087 | 410,649 | 216,197 | 246,355 | - |
| Justice and public safety | - | - | - | - | - | - |
| Transportation and highway | - | - | - | - | - | 522,843 |
| 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>32,760</u> | <u>828,087</u> | <u>410,649</u> | <u>216,197</u> | <u>246,355</u> | <u>522,843</u> |
| TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCE (DEFICIT) | <u>\$ 44,375</u> | <u>\$ 1,148,087</u> | <u>\$ 542,806</u> | <u>\$ 221,704</u> | <u>\$ 330,991</u> | <u>\$ 848,015</u> |

**IROQUOIS COUNTY, ILLINOIS
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
November 30, 2016**

| | Special Revenue | | Capital Projects | | |
|---|-----------------------------------|--|---------------------------------|-----------------------------|---------------------|
| | Drug Addition Services | Animal Population Control | Solid Waste Disposal | Capital Projects | Total |
| Cash and cash equivalents | \$ 45 | \$ 7,260 | \$ 34,551 | \$ 597,168 | \$ 4,973,877 |
| Investments | - | - | 226,640 | - | 226,640 |
| Receivables: | | | | | |
| Property taxes | - | - | - | - | 1,114,397 |
| Due from other governments | - | - | - | - | 1,710 |
| Due from other funds | - | - | - | - | 770 |
| Loans | - | - | - | 69,370 | 69,370 |
| | | | | | |
| TOTAL ASSETS | \$ 45 | \$ 7,260 | \$ 261,191 | \$ 666,538 | \$ 6,386,764 |
| | | | | | |
| LIABILITIES | | | | | |
| Accounts payable | \$ - | \$ - | \$ - | \$ 7,455 | \$ 31,866 |
| Accrued expenses | - | - | - | - | 78,456 |
| Unearned revenue | - | - | - | - | 2,916 |
| | | | | | |
| Total liabilities | - | - | - | 7,455 | 113,238 |
| | | | | | |
| DEFERRED INFLOWS OF RESOURCES | | | | | |
| Subsequent year's property tax | - | - | - | - | 1,114,397 |
| | | | | | |
| | | | | | |
| FUND BALANCE (DEFICIT) | | | | | |
| Restricted: | | | | | |
| General and administrative | - | - | - | - | 2,014,407 |
| Justice and public safety | 45 | 7,260 | - | - | 577,840 |
| Transportation and highway | - | - | - | - | 1,611,861 |
| Culture and recreation | - | - | - | - | 12 |
| Public assistance | - | - | - | - | 35,437 |
| Capital projects | - | - | 261,191 | - | 261,191 |
| Committed: | | | | | |
| Capital projects | - | - | - | 659,083 | 659,083 |
| Unrestricted | - | - | - | - | (702) |
| | | | | | |
| Total fund balance (deficit) | 45 | 7,260 | 261,191 | 659,083 | 5,159,129 |
| | | | | | |
| TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCE (DEFICIT) | \$ 45 | \$ 7,260 | \$ 261,191 | \$ 666,538 | \$ 6,386,764 |

IROQUOIS COUNTY, ILLINOIS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE (DEFICIT)
NONMAJOR GOVERNMENTAL FUNDS
Year Ended November 30, 2016

| | Special Revenue | | | | |
|---|---------------------------------|-------------------|--------------------------|----------------------------|---------------------------|
| | Historical Documents | Indemnity | County Bridge | Township Bridge | Tax Redemption |
| REVENUES | | | | | |
| Property taxes | \$ 9,895 | \$ - | \$ 246,398 | \$ - | \$ - |
| Fines, fees and forfeits | - | 8,560 | - | - | - |
| Intergovernmental | - | - | - | 155,635 | - |
| Interest | - | 101 | 1,396 | 17 | 3 |
| Miscellaneous | - | - | - | - | 680 |
| Total revenues | <u>9,895</u> | <u>8,661</u> | <u>247,794</u> | <u>155,652</u> | <u>683</u> |
| EXPENDITURES | | | | | |
| General and administrative | - | - | - | - | 1,986 |
| Health and sanitation | - | - | - | - | - |
| Justice and public safety | - | - | - | - | - |
| Transportation and highway | - | - | 76,380 | 155,635 | - |
| Culture and recreation | 23,395 | - | - | - | - |
| Public assistance | - | - | - | - | - |
| Capital outlay | - | - | - | - | - |
| Total expenditures | <u>23,395</u> | <u>-</u> | <u>76,380</u> | <u>155,635</u> | <u>1,986</u> |
| Excess (deficiency) of revenues over expenditures | <u>(13,500)</u> | <u>8,661</u> | <u>171,414</u> | <u>17</u> | <u>(1,303)</u> |
| OTHER FINANCING SOURCES (USES) | | | | | |
| Transfers in | 13,500 | - | - | - | - |
| Transfers out | - | - | - | - | - |
| Total other financing sources (uses) | <u>13,500</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>8,661</u> | <u>171,414</u> | <u>17</u> | <u>(1,303)</u> |
| FUND BALANCE, BEGINNING OF YEAR | <u>12</u> | <u>93,216</u> | <u>891,886</u> | <u>25,701</u> | <u>5,899</u> |
| FUND BALANCE (DEFICIT), END OF YEAR | <u>\$ 12</u> | <u>\$ 101,877</u> | <u>\$ 1,063,300</u> | <u>\$ 25,718</u> | <u>\$ 4,596</u> |

IROQUOIS COUNTY, ILLINOIS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE (DEFICIT)
NONMAJOR GOVERNMENTAL FUNDS
Year Ended November 30, 2016

| | 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 | 56,863 | 57,934 | 3,544 | 49,159 | 9,601 | 12,675 |
| Intergovernmental | - | - | - | - | - | - |
| Interest | 238 | 200 | 45 | 150 | 27 | 32 |
| Miscellaneous | - | - | - | - | - | - |
| Total revenues | <u>57,101</u> | <u>58,134</u> | <u>3,589</u> | <u>49,309</u> | <u>9,628</u> | <u>12,707</u> |
| EXPENDITURES | | | | | | |
| General and administrative | - | - | 400 | 13,550 | 5,318 | - |
| Health and sanitation | - | - | - | - | - | - |
| Justice and public safety | 6,088 | 23,337 | - | - | - | - |
| Transportation and highway | - | - | - | - | - | - |
| Culture and recreation | - | - | - | - | - | - |
| Public assistance | - | - | - | - | - | - |
| Capital outlay | - | - | - | - | - | - |
| Total expenditures | <u>6,088</u> | <u>23,337</u> | <u>400</u> | <u>13,550</u> | <u>5,318</u> | <u>-</u> |
| Excess (deficiency) of revenues over expenditures | <u>51,013</u> | <u>34,797</u> | <u>3,189</u> | <u>35,759</u> | <u>4,310</u> | <u>12,707</u> |
| OTHER FINANCING SOURCES (USES) | | | | | | |
| Transfers in | - | - | - | - | - | - |
| Transfers out | <u>(38,500)</u> | <u>(25,000)</u> | <u>(5,000)</u> | <u>(20,000)</u> | <u>-</u> | <u>(25,000)</u> |
| Total other financing sources (uses) | <u>(38,500)</u> | <u>(25,000)</u> | <u>(5,000)</u> | <u>(20,000)</u> | <u>-</u> | <u>(25,000)</u> |
| Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses | 12,513 | 9,797 | (1,811) | 15,759 | 4,310 | (12,293) |
| FUND BALANCE, BEGINNING OF YEAR | <u>109,204</u> | <u>93,785</u> | <u>25,740</u> | <u>73,496</u> | <u>11,874</u> | <u>14,069</u> |
| FUND BALANCE (DEFICIT), END OF YEAR | <u>\$ 121,717</u> | <u>\$ 103,582</u> | <u>\$ 23,929</u> | <u>\$ 89,255</u> | <u>\$ 16,184</u> | <u>\$ 1,776</u> |

IROQUOIS COUNTY, ILLINOIS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE (DEFICIT)
NONMAJOR GOVERNMENTAL FUNDS
Year Ended November 30, 2016

| | Special Revenue | | | | | |
|---|--------------------------------------|----------------------------------|---------------------------------|------------------------------|--|----------------------------------|
| | <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 | \$ - | \$ - | \$ - | \$ - | \$ 29,888 | \$ - |
| Fines, fees and forfeits | 27,678 | 43,685 | - | 4,833 | - | - |
| Intergovernmental | 390 | - | - | - | - | - |
| Interest | 204 | 58 | 2 | 20 | 13 | 176 |
| Miscellaneous | - | - | 25,680 | - | - | 237,332 |
| Total revenues | <u>28,272</u> | <u>43,743</u> | <u>25,682</u> | <u>4,853</u> | <u>29,901</u> | <u>237,508</u> |
| EXPENDITURES | | | | | | |
| General and administrative | - | - | 22,976 | - | - | - |
| Health and sanitation | - | - | - | - | - | - |
| Justice and public safety | 5,196 | 37,892 | - | 1,000 | - | 385,061 |
| Transportation and highway | - | - | - | - | - | - |
| Culture and recreation | - | - | - | - | - | - |
| Public assistance | - | - | - | - | 26,996 | - |
| Capital outlay | - | - | - | - | - | - |
| Total expenditures | <u>5,196</u> | <u>37,892</u> | <u>22,976</u> | <u>1,000</u> | <u>26,996</u> | <u>385,061</u> |
| Excess (deficiency) of revenues over expenditures | <u>23,076</u> | <u>5,851</u> | <u>2,706</u> | <u>3,853</u> | <u>2,905</u> | <u>(147,553)</u> |
| OTHER FINANCING SOURCES (USES) | | | | | | |
| Transfers in | - | - | - | - | - | 163,382 |
| Transfers out | - | - | - | - | - | (65,403) |
| Total other financing sources (uses) | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>97,979</u> |
| Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses | 23,076 | 5,851 | 2,706 | 3,853 | 2,905 | (49,574) |
| FUND BALANCE, BEGINNING OF YEAR | <u>104,520</u> | <u>27,805</u> | <u>21,271</u> | <u>10,462</u> | <u>32,532</u> | <u>70,319</u> |
| FUND BALANCE (DEFICIT), END OF YEAR | <u>\$ 127,596</u> | <u>\$ 33,656</u> | <u>\$ 23,977</u> | <u>\$ 14,315</u> | <u>\$ 35,437</u> | <u>\$ 20,745</u> |

IROQUOIS COUNTY, ILLINOIS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE (DEFICIT)
NONMAJOR GOVERNMENTAL FUNDS
Year Ended November 30, 2016

| | Special Revenue | | | | | |
|---|---|---|-----------------------|-------------------------------------|-----------------------|--------------------------|
| | States Attorney Forfeiture | Electronic Voting System | Grant Fund | Revolving CDAP Loans | Teen Court | Public Safety |
| REVENUES | | | | | | |
| Property taxes | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Fines, fees and forfeits | - | - | - | - | - | 12,583 |
| Intergovernmental | - | 5,201 | 809 | - | 5,963 | - |
| Interest | - | - | - | 1,391 | 40 | 26 |
| Miscellaneous | 1,205 | - | - | - | - | - |
| Total revenues | 1,205 | 5,201 | 809 | 1,391 | 6,003 | 12,609 |
| EXPENDITURES | | | | | | |
| General and administrative | - | - | 14,034 | - | - | - |
| Health and sanitation | - | - | 245 | - | - | - |
| Justice and public safety | - | - | - | - | 1,926 | 13,869 |
| Transportation and highway | - | - | - | - | - | - |
| Culture and recreation | - | - | - | - | - | - |
| Public assistance | - | - | - | - | - | - |
| Capital outlay | - | - | - | - | - | 1,300 |
| Total expenditures | - | - | 14,279 | - | 1,926 | 15,169 |
| Excess (deficiency) of revenues over expenditures | 1,205 | 5,201 | (13,470) | 1,391 | 4,077 | (2,560) |
| OTHER FINANCING SOURCES (USES) | | | | | | |
| Transfers in | - | - | - | - | - | - |
| Transfers out | - | - | - | (586,195) | - | - |
| Total other financing sources (uses) | - | - | - | (586,195) | - | - |
| Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses | 1,205 | 5,201 | (13,470) | (584,804) | 4,077 | (2,560) |
| FUND BALANCE, BEGINNING OF YEAR | 34,092 | 15,340 | 12,768 | 584,804 | 20,815 | 13,043 |
| FUND BALANCE (DEFICIT), END OF YEAR | \$ 35,297 | \$ 20,541 | \$ (702) | \$ - | \$ 24,892 | \$ 10,483 |

IROQUOIS COUNTY, ILLINOIS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE (DEFICIT)
NONMAJOR GOVERNMENTAL FUNDS
Year Ended November 30, 2016

| | <u>Special Revenue</u> | | | | | |
|---|---------------------------|------------------------------------|-------------------------------|-----------------------|---------------------------------|---------------------------------|
| | <u>Police Vehicle</u> | <u>Arrestees Medical Costs</u> | <u>Coroner Automation</u> | <u>Trust Fund</u> | <u>Sheriff's E-Citation</u> | <u>Probation Operations</u> |
| REVENUES | | | | | | |
| Property taxes | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| Fines, fees and forfeits | 2,885 | 6,657 | 5,550 | - | 409 | 6,492 |
| Intergovernmental | - | - | - | - | - | - |
| Interest | 37 | - | 20 | 8 | 3 | 37 |
| Miscellaneous | <u>2,000</u> | <u>-</u> | <u>-</u> | <u>2,575</u> | <u>-</u> | <u>-</u> |
| Total revenues | <u>4,922</u> | <u>6,657</u> | <u>5,570</u> | <u>2,583</u> | <u>412</u> | <u>6,529</u> |
| EXPENDITURES | | | | | | |
| General and administrative | - | - | - | - | - | - |
| Health and sanitation | - | - | - | - | - | - |
| Justice and public safety | - | 4,081 | 1,162 | 166 | - | - |
| Transportation and highway | - | - | - | - | - | - |
| Culture and recreation | - | - | - | - | - | - |
| Public assistance | - | - | - | - | - | - |
| Capital outlay | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Total expenditures | <u>-</u> | <u>4,081</u> | <u>1,162</u> | <u>166</u> | <u>-</u> | <u>-</u> |
| Excess (deficiency) of revenues over expenditures | <u>4,922</u> | <u>2,576</u> | <u>4,408</u> | <u>2,417</u> | <u>412</u> | <u>6,529</u> |
| OTHER FINANCING SOURCES (USES) | | | | | | |
| Transfers in | - | - | - | - | - | - |
| Transfers out | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| 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 | 4,922 | 2,576 | 4,408 | 2,417 | 412 | 6,529 |
| FUND BALANCE, BEGINNING OF YEAR | <u>19,431</u> | <u>(2,568)</u> | <u>8,350</u> | <u>4,277</u> | <u>1,574</u> | <u>17,698</u> |
| FUND BALANCE (DEFICIT), END OF YEAR | <u>\$ 24,353</u> | <u>\$ 8</u> | <u>\$ 12,758</u> | <u>\$ 6,694</u> | <u>\$ 1,986</u> | <u>\$ 24,227</u> |

IROQUOIS COUNTY, ILLINOIS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE (DEFICIT)
NONMAJOR GOVERNMENTAL FUNDS
Year Ended November 30, 2016

| | <u>Special Revenue</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 | \$ - | \$ - | \$ 398,175 | \$ 298,660 | \$ 9,996 | \$ 49,786 |
| Fines, fees and forfeits | 2,260 | 81,438 | - | - | - | - |
| Intergovernmental | - | - | - | - | - | - |
| Interest | 10 | 113 | 1,166 | 451 | 369 | 394 |
| Miscellaneous | - | - | - | - | - | 4,661 |
| Total revenues | <u>2,270</u> | <u>81,551</u> | <u>399,341</u> | <u>299,111</u> | <u>10,365</u> | <u>54,841</u> |
| EXPENDITURES | | | | | | |
| General and administrative | - | 147,177 | 354,215 | 162,966 | 15,083 | 78,786 |
| Health and sanitation | - | - | - | - | - | - |
| Justice and public safety | - | - | - | - | - | - |
| Transportation and highway | - | - | - | - | - | - |
| Culture and recreation | - | - | - | - | - | - |
| Public assistance | - | - | - | - | - | - |
| Capital outlay | - | - | - | - | - | - |
| Total expenditures | <u>-</u> | <u>147,177</u> | <u>354,215</u> | <u>162,966</u> | <u>15,083</u> | <u>78,786</u> |
| Excess (deficiency) of revenues over expenditures | <u>2,270</u> | <u>(65,626)</u> | <u>45,126</u> | <u>136,145</u> | <u>(4,718)</u> | <u>(23,945)</u> |
| OTHER FINANCING SOURCES (USES) | | | | | | |
| Transfers in | - | 10,000 | 34,284 | - | 3,749 | 13,778 |
| Transfers out | - | - | - | - | - | - |
| Total other financing sources (uses) | <u>-</u> | <u>10,000</u> | <u>34,284</u> | <u>-</u> | <u>3,749</u> | <u>13,778</u> |
| Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses | 2,270 | (55,626) | 79,410 | 136,145 | (969) | (10,167) |
| FUND BALANCE, BEGINNING OF YEAR | <u>4,180</u> | <u>88,386</u> | <u>748,677</u> | <u>274,504</u> | <u>217,166</u> | <u>256,522</u> |
| FUND BALANCE (DEFICIT), END OF YEAR | <u>\$ 6,450</u> | <u>\$ 32,760</u> | <u>\$ 828,087</u> | <u>\$ 410,649</u> | <u>\$ 216,197</u> | <u>\$ 246,355</u> |

IROQUOIS COUNTY, ILLINOIS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE (DEFICIT)
NONMAJOR GOVERNMENTAL FUNDS
Year Ended November 30, 2016

| | Special Revenue | | | Capital Projects | | <u>Total</u> |
|---|---------------------|--------------------------------|----------------------------------|-----------------------------|-------------------------|--------------|
| | <u>Matching Tax</u> | <u>Drug Addiction Services</u> | <u>Animal Population Control</u> | <u>Solid Waste Disposal</u> | <u>Capital Projects</u> | |
| REVENUES | | | | | | |
| Property taxes | \$ 246,398 | \$ - | \$ - | \$ - | \$ - | \$ 1,289,196 |
| Fines, fees and forfeits | - | 45 | 7,155 | - | - | 400,006 |
| Intergovernmental | - | - | - | - | - | 167,998 |
| Interest | 665 | - | 5 | 1,075 | 155 | 8,647 |
| Miscellaneous | - | - | 100 | - | - | 274,233 |
| | 247,063 | 45 | 7,260 | 1,075 | 155 | 2,140,080 |
| Total revenues | | | | | | |
| | 247,063 | 45 | 7,260 | 1,075 | 155 | 2,140,080 |
| EXPENDITURES | | | | | | |
| General and administrative | - | - | - | - | 29,456 | 845,947 |
| Health and sanitation | - | - | - | 15,504 | - | 15,749 |
| Justice and public safety | - | - | - | - | - | 479,778 |
| Transportation and highway | 3,302 | - | - | - | - | 235,317 |
| Culture and recreation | - | - | - | - | - | 23,395 |
| Public assistance | - | - | - | - | - | 26,996 |
| Capital outlay | - | - | - | - | - | 1,300 |
| | 3,302 | - | - | 15,504 | 29,456 | 1,628,482 |
| Total expenditures | | | | | | |
| | 3,302 | - | - | 15,504 | 29,456 | 1,628,482 |
| Excess (deficiency) of revenues over expenditures | 243,761 | 45 | 7,260 | (14,429) | (29,301) | 511,598 |
| OTHER FINANCING SOURCES (USES) | | | | | | |
| Transfers in | - | - | - | - | 586,195 | 824,888 |
| Transfers out | - | - | - | - | - | (765,098) |
| | - | - | - | - | 586,195 | 59,790 |
| Total other financing sources (uses) | | | | | | |
| | - | - | - | - | 586,195 | 59,790 |
| Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses | 243,761 | 45 | 7,260 | (14,429) | 556,894 | 571,388 |
| FUND BALANCE, BEGINNING OF YEAR | 279,082 | - | - | 275,620 | 102,189 | 4,587,741 |
| FUND BALANCE (DEFICIT), END OF YEAR | \$ 522,843 | \$ 45 | \$ 7,260 | \$ 261,191 | \$ 659,083 | \$ 5,159,129 |

IROQUOIS COUNTY, ILLINOIS
COMBINING STATEMENT OF NET POSITION
NONMAJOR ENTERPRISE FUNDS
November 30, 2016

| | Nonmajor Enterprise Funds | | |
|---|--------------------------------|-------------------|-------------------|
| | 911 Emergency Service Board | County Farm | Total |
| CURRENT ASSETS | | | |
| Cash and cash equivalents | \$ 249,058 | \$ 117,951 | \$ 367,009 |
| Receivables, net | | | |
| Accounts | 10,000 | - | 10,000 |
| Due from other governments | 153,908 | - | 153,908 |
| Prepaid expenses | 90,000 | - | 90,000 |
| | <u>502,966</u> | <u>117,951</u> | <u>620,917</u> |
| Total current assets | | | |
| NONCURRENT ASSETS | | | |
| Land | - | 153,037 | 153,037 |
| Equipment | 1,254,060 | - | 1,254,060 |
| Less accumulated depreciation | (1,237,090) | - | (1,237,090) |
| | <u>16,970</u> | <u>153,037</u> | <u>170,007</u> |
| Total noncurrent assets, net | | | |
| DEFERRED OUTFLOWS OF RESOURCES | | | |
| Deferred amount related to pension liability | 32,231 | - | 32,231 |
| | <u>32,231</u> | <u>-</u> | <u>32,231</u> |
| TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES | | | |
| | <u>\$ 552,167</u> | <u>\$ 270,988</u> | <u>\$ 823,155</u> |
| LIABILITIES | | | |
| Accounts payable and accrued expenses | \$ 3,190 | \$ - | \$ 3,190 |
| Due to other funds | 1,553 | - | 1,553 |
| Noncurrent liabilities: | | | |
| Net pension liability | 13,880 | - | 13,880 |
| | <u>18,623</u> | <u>-</u> | <u>18,623</u> |
| Total liabilities | | | |
| DEFERRED INFLOWS OF RESOURCES | | | |
| Deferred amount related to pension liability | 367 | - | 367 |
| | <u>367</u> | <u>-</u> | <u>367</u> |
| NET POSITION | | | |
| Investment in capital assets | 16,970 | 153,037 | 170,007 |
| Unrestricted | 516,207 | 117,951 | 634,158 |
| | <u>533,177</u> | <u>270,988</u> | <u>804,165</u> |
| Total net position | | | |
| TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND NET POSITION | | | |
| | <u>\$ 552,167</u> | <u>\$ 270,988</u> | <u>\$ 823,155</u> |

**IROQUOIS COUNTY, ILLINOIS
 COMBINING STATEMENT OF REVENUES,
 EXPENSES AND CHANGES IN NET POSITION
 NONMAJOR ENTERPRISE FUNDS
 Year Ended November 30, 2016**

| | Nonmajor Enterprise Funds | | |
|---|--|------------------------|-------------------|
| | 911 Emergency Service Board | County Farm | Total |
| OPERATING REVENUES | | | |
| Fees | \$ 409,503 | \$ - | \$ 409,503 |
| Rental income | - | 126,757 | 126,757 |
| Total operating revenues | <u>409,503</u> | <u>126,757</u> | <u>536,260</u> |
| OPERATING EXPENSES | | | |
| Public safety | 218,500 | - | 218,500 |
| Farm | - | 8,430 | 8,430 |
| Total operating expenses | <u>218,500</u> | <u>8,430</u> | <u>226,930</u> |
| Operating income | <u>191,003</u> | <u>118,327</u> | <u>309,330</u> |
| NON-OPERATING REVENUES | | | |
| Interest | <u>243</u> | <u>94</u> | <u>337</u> |
| Net income before transfers | <u>191,246</u> | <u>118,421</u> | <u>309,667</u> |
| TRANSFERS | | | |
| Transfers out | <u>(18,168)</u> | <u>(100,000)</u> | <u>(118,168)</u> |
| CHANGE IN NET POSITION | 173,078 | 18,421 | 191,499 |
| NET POSITION, BEGINNING OF YEAR, AS RESTATED | <u>360,099</u> | <u>252,567</u> | <u>612,666</u> |
| NET POSITION, END OF YEAR | <u>\$ 533,177</u> | <u>\$ 270,988</u> | <u>\$ 804,165</u> |

IROQUOIS COUNTY, ILLINOIS
COMBINING STATEMENT OF CASH FLOWS
NONMAJOR ENTERPRISE FUND TYPES
Year Ended November 30, 2016

| | Nonmajor Enterprise Funds | | |
|---|--|------------------------|-------------------|
| | 911 Emergency Service Board | County Farm | Total |
| CASH FLOWS FROM OPERATING ACTIVITIES | | | |
| Cash received from customers | \$ 509,278 | \$ - | \$ 509,278 |
| Cash received for rent | - | 126,757 | 126,757 |
| Cash paid to suppliers and for claims | (207,690) | (10,810) | (218,500) |
| Cash paid to employees | (75,301) | - | (75,301) |
| Cash paid to others | (152,355) | - | (152,355) |
| | <u>73,932</u> | <u>115,947</u> | <u>189,879</u> |
| Net cash provided by operating activities | | | |
| CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES | | | |
| Cash transfers to other funds | (18,168) | (100,000) | (118,168) |
| | <u>(18,168)</u> | <u>(100,000)</u> | <u>(118,168)</u> |
| CASH FLOWS FROM INVESTING ACTIVITIES | | | |
| Interest payments received | 243 | 94 | 337 |
| | <u>243</u> | <u>94</u> | <u>337</u> |
| NET INCREASE IN CASH | 56,007 | 16,041 | 72,048 |
| CASH, BEGINNING OF YEAR | 193,051 | 101,910 | 294,961 |
| | <u>193,051</u> | <u>101,910</u> | <u>294,961</u> |
| CASH, END OF YEAR | \$ 249,058 | \$ 117,951 | \$ 367,009 |
| | <u>\$ 249,058</u> | <u>\$ 117,951</u> | <u>\$ 367,009</u> |
| CASH FLOWS FROM OPERATING ACTIVITIES | | | |
| Operating income | \$ 191,003 | \$ 118,327 | \$ 309,330 |
| Adjustments to reconcile operating income to net cash provided by operating activities: | | | |
| Depreciation | 5,696 | - | 5,696 |
| Effects of changes in operating assets and liabilities: | | | |
| Accounts receivables, net | 99,775 | - | 99,775 |
| Prepaid expenses | (90,000) | - | (90,000) |
| Due from other governments | (153,908) | - | (153,908) |
| Deferred outflows of resources | 5,309 | - | 5,309 |
| Accounts payable and accrued expenses | 1,053 | (2,380) | (1,327) |
| Due to other funds | 1,553 | - | 1,553 |
| Deferred inflows of resources | 367 | - | 367 |
| Net pension liability | 13,084 | - | 13,084 |
| | <u>13,084</u> | <u>-</u> | <u>13,084</u> |
| NET CASH PROVIDED BY OPERATING ACTIVITIES | \$ 73,932 | \$ 115,947 | \$ 189,879 |
| | <u>\$ 73,932</u> | <u>\$ 115,947</u> | <u>\$ 189,879</u> |

IROQUOIS COUNTY, ILLINOIS
COMBINING STATEMENT OF FIDUCIARY NET POSITION
AGENCY FUNDS
November 30, 2016

ASSETS

| | County Collection Fund | County Sheriff Fund | County Clerk Fund | County Recorder Fund | Mobile Home Privilege Tax Fund | Forfeitures Redeemed Fund |
|---------------------------|---------------------------------------|------------------------------------|----------------------------------|-------------------------------------|---|--|
| Cash | \$ 76,539 | \$ 29,095 | \$ 176,455 | \$ 89,105 | \$ 2,304 | \$ 40,667 |
| Investments | - | - | - | - | - | - |
| Property taxes receivable | - | - | - | - | - | - |
| Inventory | - | - | - | 34,754 | - | - |
| TOTAL ASSETS | <u>\$ 76,539</u> | <u>\$ 29,095</u> | <u>\$ 176,455</u> | <u>\$ 123,859</u> | <u>\$ 2,304</u> | <u>\$ 40,667</u> |

LIABILITIES

| | | | | | | |
|---|-------------------------|-------------------------|--------------------------|--------------------------|------------------------|-------------------------|
| Amounts held in trust and available for distribution to others | <u>\$ 76,539</u> | <u>\$ 29,095</u> | <u>\$ 176,455</u> | <u>\$ 123,859</u> | <u>\$ 2,304</u> | <u>\$ 40,667</u> |
| TOTAL LIABILITIES | <u>\$ 76,539</u> | <u>\$ 29,095</u> | <u>\$ 176,455</u> | <u>\$ 123,859</u> | <u>\$ 2,304</u> | <u>\$ 40,667</u> |

IROQUOIS COUNTY, ILLINOIS
COMBINING STATEMENT OF FIDUCIARY NET POSITION
AGENCY FUNDS
November 30, 2016

| | 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 | \$ 532,080 | \$ 2,610 | \$ 8,744 | \$ 2,644,067 | \$ 4,326 |
| Investments | - | - | - | 201,372 | - |
| Property taxes receivable | - | - | - | - | - |
| Inventory | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| TOTAL ASSETS | <u><u>\$ 532,080</u></u> | <u><u>\$ 2,610</u></u> | <u><u>\$ 8,744</u></u> | <u><u>\$ 2,845,439</u></u> | <u><u>\$ 4,326</u></u> |
| | LIABILITIES | | | | |
| Amounts held in trust and available for distribution to others | <u>\$ 532,080</u> | <u>\$ 2,610</u> | <u>\$ 8,744</u> | <u>\$ 2,845,439</u> | <u>\$ 4,326</u> |
| TOTAL LIABILITIES | <u><u>\$ 532,080</u></u> | <u><u>\$ 2,610</u></u> | <u><u>\$ 8,744</u></u> | <u><u>\$ 2,845,439</u></u> | <u><u>\$ 4,326</u></u> |

IROQUOIS COUNTY, ILLINOIS
COMBINING STATEMENT OF FIDUCIARY NET POSITION
AGENCY FUNDS
November 30, 2016

| | ASSETS | | | | |
|---|--|-------------------------------|--------------------------------------|-------------------------------------|----------------------------|
| | County Mental Health Fund | 377 Board Fund | County Extension Fund | Unclaimed Bonds Fund | Total |
| | <u> </u> | <u> </u> | <u> </u> | <u> </u> | <u> </u> |
| Cash | \$ 7,027 | \$ - | \$ - | \$ 10,780 | \$ 3,623,799 |
| Investments | - | - | - | - | 201,372 |
| Property taxes receivable | 582,321 | 527,586 | 110,814 | - | 1,220,721 |
| Inventory | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>34,754</u> |
| TOTAL ASSETS | <u><u>\$ 589,348</u></u> | <u><u>\$ 527,586</u></u> | <u><u>\$ 110,814</u></u> | <u><u>\$ 10,780</u></u> | <u><u>\$ 5,080,646</u></u> |
| | LIABILITIES | | | | |
| Amounts held in trust and available for distribution to others | <u>\$ 589,348</u> | <u>\$ 527,586</u> | <u>\$ 110,814</u> | <u>\$ 10,780</u> | <u>\$ 5,080,646</u> |
| TOTAL LIABILITIES | <u><u>\$ 589,348</u></u> | <u><u>\$ 527,586</u></u> | <u><u>\$ 110,814</u></u> | <u><u>\$ 10,780</u></u> | <u><u>\$ 5,080,646</u></u> |

STATISTICAL INFORMATION
(Unaudited)

IROQUOIS COUNTY, ILLINOIS
ASSESSED VALUATION AND TAX EXTENSIONS
Tax Levies 2015, 2014, and 2013
(Unaudited)

| | <u>2015</u> <u>Extended in 2016</u> | | <u>2014</u> <u>Extended in 2015</u> | | <u>2013</u> <u>Extended in 2014</u> | |
|-----------------------------------|--|----------------|--|----------------|--|----------------|
| ASSESSED VALUATION | \$ 506,386,779 | | \$ 484,589,602 | | \$ 482,665,935 | |
| TAXES EXTENDED | | | | | | |
| County (see below) | \$ 6,360,191 | 12.97% | \$ 6,235,337 | 13.63% | \$ 6,316,666 | 13.97% |
| Townships and road districts | 4,838,461 | 9.87% | 4,683,294 | 10.24% | 4,541,009 | 10.04% |
| Cities and villages | 3,760,703 | 7.67% | 3,653,228 | 7.99% | 3,645,279 | 8.06% |
| District schools | 28,204,805 | 57.51% | 25,731,324 | 56.26% | 25,347,179 | 56.06% |
| High school and community college | 2,881,726 | 5.88% | 2,638,781 | 5.77% | 2,592,730 | 5.73% |
| Sanitary districts | - | 0.00% | - | 0.00% | 10,000 | 0.02% |
| Fire protection districts | 1,850,377 | 3.77% | 1,785,942 | 3.90% | 1,761,447 | 3.90% |
| Cemeteries | 21,602 | 0.04% | 21,114 | 0.05% | 21,003 | 0.05% |
| Libraries, parks, etc. | <u>1,122,395</u> | <u>2.29%</u> | <u>987,405</u> | <u>2.16%</u> | <u>981,389</u> | <u>2.17%</u> |
| TOTALS | <u>\$ 49,040,261</u> | <u>100.00%</u> | <u>\$ 45,736,424</u> | <u>100.00%</u> | <u>\$ 45,216,701</u> | <u>100.00%</u> |

| | <u>Extension</u> | <u>Rate</u> <u>Per \$100</u> <u>Valuation</u> | | <u>Extension</u> | <u>Rate</u> <u>Per \$100</u> <u>Valuation</u> | | <u>Extension</u> | <u>Rate</u> <u>Per \$100</u> <u>Valuation</u> |
|--------------------------|---------------------|---|----|------------------|---|----|------------------|---|
| General County | \$ 1,336,531 | 0.26883 | \$ | 1,284,036 | 0.27000 | \$ | 1,278,524 | 0.27000 |
| County IMRF | 1,650,043 | 0.33189 | | 1,650,037 | 0.34696 | | 1,650,006 | 0.34845 |
| County Highway | 495,028 | 0.09957 | | 475,570 | 0.10000 | | 473,527 | 0.10000 |
| Social Security | 400,020 | 0.08046 | | 420,023 | 0.08832 | | 500,045 | 0.10560 |
| County Health | 400,020 | 0.08046 | | 400,002 | 0.08411 | | 473,527 | 0.10000 |
| Bridge Fund | 247,539 | 0.04979 | | 237,785 | 0.05000 | | 236,764 | 0.05000 |
| Veterans Assistance | 30,029 | 0.00604 | | 26,014 | 0.00547 | | 26,044 | 0.00550 |
| Mental Health Board #708 | 585,015 | 0.11767 | | 585,046 | 0.12302 | | 585,043 | 0.12355 |
| Matching Tax | 247,539 | 0.04979 | | 237,785 | 0.05000 | | 236,764 | 0.05000 |
| Liability Insurance | 300,040 | 0.06035 | | 227,561 | 0.04785 | | 172,080 | 0.03634 |
| Unemployment Insurance | 10,043 | 0.00202 | | 40,043 | 0.00842 | | 50,004 | 0.01056 |
| Workmen's Compensation | 50,015 | 0.01006 | | 65,010 | 0.01367 | | 50,004 | 0.01056 |
| Tort & Liability Ins | 2,038 | 0.00041 | | | | | | |
| Co-op Extension | 101,322 | 0.02038 | | 101,344 | 0.02131 | | 101,335 | 0.02140 |
| Persons - Dev Disab | 495,028 | 0.09957 | | 475,570 | 0.10000 | | 473,527 | 0.10000 |
| Historical Documents | <u>9,943</u> | <u>0.00200</u> | | <u>9,511</u> | <u>0.00200</u> | | <u>9,471</u> | <u>0.00200</u> |
| TOTALS | <u>\$ 6,360,191</u> | <u>1.27929</u> | \$ | <u>6,235,337</u> | <u>1.31113</u> | \$ | <u>6,316,666</u> | <u>1.33396</u> |