

COLES COUNTY, ILLINOIS
FINANCIAL STATEMENTS
For The Year Ended November 30, 2006

TABLE OF CONTENTS

	Page No.
INDEPENDENT AUDITOR'S REPORT.....	1
INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH <i>GOVERNMENT AUDITING STANDARDS</i>	3
INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO EACH MAJOR PROGRAM AND INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133	5
GOVERNMENT-WIDE FINANCIAL STATEMENTS	
Statement of Net Assets	7
Statement of Activities	8
FUND FINANCIAL STATEMENTS	
Balance Sheet – Governmental Funds	10
Reconciliation of the Governmental Funds Balance Sheet to Statement of Net Assets.....	11
Reconciliation of the Governmental Component Unit Balance Sheet to the Statement of Net Assets.....	12
Statement of Revenues, Expenditures and Changes in Fund Balance – Governmental Funds	13
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balance of Governmental Funds to the Statement of Activities.....	14
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balance of Governmental Component Unit to the Statement of Activities.....	15
Statement of Revenues, Expenditures and Changes in Fund Balance - Budget (GAAP Basis) and Actual - County General Fund.....	16
Statement of Revenues, Expenditures and Changes in Fund Balance - Budget (GAAP Basis) and Actual - County Farm Fund	25
Statement of Revenues, Expenditures and Other Changes in Fund Balance - Budget (GAAP Basis) and Actual - County Construction of Bridges Fund	26
Statement of Revenues, Expenditures and Other Changes in Fund Balance - Budget (GAAP Basis) and Actual - County Highway Matching Tax Fund.....	27
Statement of Net Assets – Business Type Funds	28
Statement of Revenues, Expenses and Changes in Fund Net Assets - Business Type Funds	29
Statement of Changes in Cash Flows - Business Type Funds	30
Statement of Net Assets – Fiduciary Funds	32
Notes to Financial Statements.....	33
SUPPLEMENTARY INFORMATION	
Required Supplementary Information - Analysis of Funding Progress	51

COMBINING STATEMENTS

Combining Balance Sheet – Non-Major Governmental Funds.....	53
Combining Statement of Revenues, Expenditures and Changes in Fund Balance - Non-Major Governmental Funds	56
Statement of Revenues, Expenditures and Other Changes in Fund Balance - Budget (GAAP Basis) and Actual – Debt Service Fund.....	59
Statement of Revenues, Expenditures and Other Changes in Fund Balance - Budget (GAAP Basis) and Actual - Illinois Municipal Retirement Fund	60
Statement of Revenues, Expenditures and Other Changes in Fund Balance - Budget (GAAP Basis) and Actual - Tuberculosis Fund.....	61
Statement of Revenues, Expenditures and Other Changes in Fund Balance - Budget (GAAP Basis) and Actual – Law Library Fund.....	62
Statement of Revenues, Expenditures and Other Changes in Fund Balance - Budget (GAAP Basis) and Actual - Senior Citizen's Fund	63
Statement of Revenues, Expenditures and Other Changes in Fund Balance - Budget (GAAP Basis) and Actual - Liability Protection Fund	64
Statement of Revenues, Expenditures and Other Changes in Fund Balance - Budget (GAAP Basis) and Actual - County Highway Fund	65
Statement of Revenues, Expenditures and Other Changes in Fund Balance - Budget (GAAP Basis) and Actual – Tipping Fee Fund	66
Statement of Revenues, Expenditures and Other Changes in Fund Balance - Budget (GAAP Basis) and Actual – GIS Fund	67
Statement of Revenues, Expenditures and Other Changes in Fund Balance - Budget (GAAP Basis) and Actual – Probation Service Fund	68
Statement of Revenues, Expenditures and Other Changes in Fund Balance - Budget (GAAP Basis) and Actual - Public Health Fund	69
Combining Statement of Changes in Assets and Liabilities - All Agency Funds	70

ADDITIONAL INFORMATION

Schedule of Revenues, Expenditures and Other Changes in Fund Balance - Budget (GAAP Basis) and Actual - Component Unit -Mental Health Fund.....	75
Schedule of Revenues, Expenditures and Other Changes in Fund Balance - Budget (GAAP Basis) and Actual - Component Unit – Emergency Telephone System	77
Summary of Tax Charge and Assessment	78
Summary of Assessed Valuation	79
Schedule of Tax Rates, Extensions and Collections - County Funds.....	82
Schedule of Mobile Home Privilege Taxes	84
Legal Debt Margin.....	85

FEDERAL FINANCIAL COMPLIANCE SECTION

Schedule of Expenditures of Federal Financial Awards.....	86
Notes to Schedule of Expenditures of Federal Awards.....	88
Schedule of Findings and Questioned Costs.....	91

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INDEPENDENT AUDITOR'S REPORT

County Board
Coles County
Charleston, Illinois 61920

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component units, each major fund, and the aggregate remaining fund information of Coles County, Illinois (the County) as of and for the year ended November 30, 2006, which collectively comprise the County's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the County's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with U.S. generally accepted auditing standards 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 of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

The County has not presented Management's Discussion and Analysis that U.S. generally accepted accounting principles has determined is required to supplement the basic financial statements.

In our opinion, except for the omission of Management's Discussion and Analysis described above, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the discretely presented component units, each major fund, and the aggregate remaining fund information of Coles County, Illinois as of November 30, 2006, and the respective changes in financial position and cash flows, where applicable, and the respective budgetary comparison for the County General Fund, County Farm Fund, County Construction of Bridges Fund, County Highway Matching Tax Fund and Motor Fuel Tax Fund, thereof for the year then ended in conformity with U.S. generally accepted accounting principles.

In accordance with *Government Auditing Standards*, we have also issued our report dated August 13, 2007, on our consideration of Coles County, Illinois' 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 the audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise the County's basic financial statements. The combining and individual nonmajor fund financial statements, the supplementary information and additional information are presented for purposes of additional analysis and are not a required part of the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is also not a required part of the basic financial statements of Coles County, Illinois. The combining and individual nonmajor fund financial statements and the schedule of expenditures of federal awards have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole. The supplementary and additional information has not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

Gilbert, Metzger & Madigan, LLP

August 13, 2007

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INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

County Board
Coles County
Charleston, Illinois 61920

We have audited the financial statements of the governmental activities, the business-type activities, the discretely presented component units, each major fund, and the aggregate remaining fund information of Coles County, Illinois (the County) as of and for the year ended November 30, 2006 which collectively comprise the County's basic financial statements and have issued our report thereon dated August 13, 2007. The report on the County was qualified due to the omission of Management's Discussion and Analysis. Except for the omission of Management's Discussion and Analysis, we conducted our audit in accordance with U.S. generally accepted auditing standards and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the Coles County, Illinois' internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control over financial reporting. However, we noted certain matters involving the internal control over financial reporting and its operation that we consider to be reportable conditions. Reportable conditions involve matters coming to our attention relating to significant deficiencies in the design or operation of the internal control over financial reporting that, in our judgment, could adversely affect Coles County, Illinois' ability to record, process, summarize and report financial data consistent with the assertions of management in the financial statements, reportable conditions are reported below

Bank Accounts:

The County Sheriff's Department maintained three bank accounts for Crime Prevention, DUI Equipment, and Drug Prevention. These bank accounts and related activity failed to be included in prior fiscal years audited financial statements. The bank accounts were transferred to the Coles County Treasurer, who now serves as custodian for the accounts and accounts for the activity in the accounts. We recommend that all County departments be made aware that any funds held in the County's name are to be accounted for and included in the County's government-wide financial statements.

Collateral for Bank Accounts:

As of November 30, 2006, \$1,336,001 of cash deposits and investments were not insured or covered by collateral. This appeared to be an oversight with collateral released when it should not have been. We recommend that more careful attention be paid in the future to the required collateral to insure that all cash deposits and investments are adequately collateralized.

A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control that might be reportable conditions and, accordingly, would not necessarily disclose all reportable conditions that are also considered to be material weaknesses. However, we consider the conditions described above to be material weaknesses.

Compliance and Other Matters

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

This report is intended solely for the information and use of the finance committee, management, others within the organization, County Board, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

Gilbert, Metzger & Madigan, LLP

August 13, 2007

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INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133

County Board
Coles County
Charleston, Illinois 61920

Compliance

We have audited the compliance of Coles County, Illinois with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* that are applicable to each of its major federal programs for the year ended November 30, 2006. Coles County, Illinois' major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of Coles County, Illinois' management. Our responsibility is to express an opinion on Coles County, Illinois' compliance based on our audit.

We conducted our audit of compliance in accordance with U.S. generally accepted auditing standards; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Coles County, Illinois' compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on Coles County, Illinois' compliance with those requirements.

In our opinion, Coles County, Illinois, complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended November 30, 2006.

Internal Control Over Compliance

The management of Coles County, Illinois is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered Coles County, Illinois' internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133.

Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a reportable condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with applicable requirements of laws, regulations, contracts, and grants caused by error or fraud that would be material in relation to a major federal program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over compliance and its operation that we consider to be material weaknesses.

This report is intended solely for the information and use of the finance committee, management, others within the organization, County Board, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

Gilbert, Metzger & Madigan, LLP

August 13, 2007

COLES COUNTY, ILLINOIS
STATEMENT OF NET ASSETS
November 30, 2006

	Primary Government			Component Units		
	Governmental Activities	Business Type Activities	Total	Mental Health	Emergency Telephone System	Public Building Commission
ASSETS						
Cash and cash deposits	\$ 9,931,295	\$ 119,320	\$ 10,050,615	\$ 399,934	\$ 620,738	\$ 47,262
Interest receivable	43,011	-	43,011	-	16,368	-
Miscellaneous accounts receivable	57,351	126,706	184,057	20,714	52,386	-
Due from other governments	1,007,554	-	1,007,554	3,563	-	-
Internal balances	426,000	-	426,000	-	-	(426,000)
Restricted cash and cash deposits	69,012	-	69,012	-	-	19,704
Capital assets, net of accumulated depreciation	2,358,955	3,133	2,362,088	1,498,586	774,689	2,014,418
Long-term debt issuance costs, net of accumulated amortization	-	-	-	-	-	4,027
Total assets	<u>13,893,178</u>	<u>249,159</u>	<u>14,142,337</u>	<u>1,922,797</u>	<u>1,464,181</u>	<u>1,659,411</u>
LIABILITIES						
Accounts payable	476,712	2,822	479,534	11,727	19,231	-
Accrued interest	14,206	-	14,206	-	115	-
Accrued compensated absences	159,186	13,788	172,974	17,444	5,507	-
Accrued wages payable	-	-	-	-	24,403	-
Deferred income	30,747	-	30,747	-	-	12,214
Non-current liabilities:						
Due within one year	305,363	-	305,363	62,854	49,004	-
Due in more than one year	434,668	-	434,668	610,029	103,837	465,000
Total liabilities	<u>1,420,882</u>	<u>16,610</u>	<u>1,437,492</u>	<u>702,054</u>	<u>202,097</u>	<u>477,214</u>
NET ASSETS						
Invested in capital assets, net of related debt	2,338,922	3,133	2,342,055	825,705	621,848	1,103,417
Restricted for:						
Debt service	-	-	-	-	-	19,704
Animal shelter	5,000	-	5,000	-	-	-
Road and bridge construction	1,886,558	-	1,886,558	-	-	-
Unrestricted	<u>8,241,816</u>	<u>229,416</u>	<u>8,471,232</u>	<u>395,038</u>	<u>640,236</u>	<u>59,076</u>
Total Net Assets	<u>\$ 12,472,296</u>	<u>\$ 232,549</u>	<u>\$ 12,704,845</u>	<u>\$ 1,220,743</u>	<u>\$ 1,262,084</u>	<u>\$ 1,182,197</u>

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

COLES COUNTY, ILLINOIS
STATEMENT OF ACTIVITIES
Year Ended November 30, 2006

		Program Revenues				Net (Expenses) Revenue And Changes in Net Assets				
								Component Units		
Functions/Programs:	Expenses	Fees, Fines and Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business Type Activities	Total	Mental Health	Emergency Telephone System	Public Building Commission
Primary Government:										
Governmental activities:										
General government	\$ 7,207,684	\$ 3,183,069	\$ 672,304	\$ 261,062	\$ (3,613,373)	\$ -	\$ (3,613,373)			
Public safety	3,532,281	415,235	16,796	14,437	(3,085,813)	-	(3,085,813)			
Health and welfare	1,895,364	526,712	1,020,400	20,539	(327,713)	-	(327,713)			
Education	77,129	-	-	-	(77,129)	-	77,129			
Highways, streets and roads	2,437,388	926,404	-	-	(1,510,984)	-	(1,510,984)			
Sanitation	97,790	92,905	-	-	(4,885)	-	(4,885)			
Debt service	41,701	-	-	-	(41,701)	-	41,701			
Total governmental activities	15,289,337	5,144,325	1,709,500	226,086	(8,661,598)	-	(8,661,598)			
Business type activities:										
Regional Planning	250,510	268,831	27,480	-	-	45,801	45,801			
Total business type activities	250,510	268,831	27,480	-	-	45,801	45,801			
Total primary government	\$ 15,539,847	\$ 5,413,156	\$ 1,736,980	\$ 226,086	(8,661,598)	45,801	(8,615,797)			
Component Units:										
Mental Health	\$ 1,171,427	\$ 429,773	\$ -	\$ -				\$ (741,654)	\$ -	\$ -
Emergency Telephone System	898,536	769,590	-	-				-	(128,946)	-
Public Building Commission	75,483	47,313	-	-				-	-	(28,170)
Total component units	\$ 2,145,446	\$ 1,246,676	\$ -	\$ -				(741,654)	(128,946)	(28,170)
General Revenues										
Taxes:										
Property taxes					5,703,937	-	5,703,937	807,973	-	-
Penalties and interest					115,307	-	115,307	-	-	-
Personal property replacement tax					259,876	-	259,876	69,916	-	-
Income tax					912,764	-	912,764	-	-	-
Sales tax					1,627,427	-	1,627,427	-	-	-
Use tax					144,941	-	144,941	-	-	-
Inheritance tax					39,229	-	39,229	-	-	-
Investment income					288,938	5,360	294,298	3,818	25,907	384
Gain (loss) on sale of assets					(2,520)	-	(2,520)	-	-	-
Miscellaneous					1,403,431	3,887	1,407,318	15,418	46,490	8
Transfers					(1,958)	(1,758)	(3,716)	-	-	-
Total general revenues and transfers					10,491,372	7,489	10,498,861	897,125	72,397	392

COLES COUNTY, ILLINOIS
 STATEMENT OF ACTIVITIES
 Year Ended November 30, 2006

	Net (Expenses) Revenue And Changes in Net Assets					
	Governmental Activities	Business Type Activities	Total	Component Units		
				Mental Health	Emergency Telephone System	Public Building Commission
Change in net assets	<u>1,829,774</u>	<u>53,290</u>	<u>1,883,064</u>	<u>155,471</u>	<u>(56,549)</u>	<u>(27,778)</u>
Net assets, beginning of year	10,621,959	179,259	10,801,218	1,065,272	1,318,633	1,209,975
Prior period adjustment	<u>20,563</u>	<u>-</u>	<u>20,563</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net assets, beginning of year, as restated	<u>10,642,522</u>	<u>179,259</u>	<u>10,821,781</u>	<u>1,065,272</u>	<u>1,318,633</u>	<u>1,209,975</u>
Net Assets, End of Year	<u>\$ 12,472,296</u>	<u>\$ 232,549</u>	<u>\$ 12,704,845</u>	<u>\$ 1,220,743</u>	<u>\$ 1,262,084</u>	<u>\$ 1,182,197</u>

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

COLES COUNTY, ILLINOIS
BALANCE SHEET
GOVERNMENTAL FUNDS
November 30, 2006

	County General	County Farm	County Construction Of Bridges	County Highway Matching	County Motor Fuel Tax	Other Governmental Funds	Total Governmental Funds	Component Unit Mental Health
ASSETS								
Cash and investments	\$ 1,851,008	\$ 150,418	\$ 1,011,059	\$ 1,087,039	\$ 2,000,108	\$ 3,831,663	\$ 9,931,295	\$ 399,934
Interest receivable	1,756	-	13,308	8,872	11,090	7,985	43,011	-
Accounts receivable	-	-	-	-	-	57,351	57,351	20,714
Due from other funds	-	426,000	-	-	-	-	426,000	-
Due from other governments	851,447	-	1,585	1,585	75,731	77,206	1,007,554	3,563
Restricted cash and investments	69,012	-	-	-	-	-	69,012	-
Total Assets	\$ 2,773,223	\$ 576,418	\$ 1,025,952	\$ 1,097,496	\$ 2,086,929	\$ 3,974,205	\$ 11,534,223	\$ 424,211
LIABILITIES								
Accounts payable	\$ 184,890	\$ -	\$ 4,376	\$ -	\$ 200,371	\$ 87,075	\$ 476,712	\$ 11,727
Deferred revenue	-	-	-	-	-	30,747	30,747	-
Total liabilities	184,890	-	4,376	-	200,371	117,822	507,459	11,727
FUND BALANCE								
Fund Balance:								
Reserved for debt service	-	-	-	-	-	510,556	510,556	-
Reserved for road and bridge construction	-	-	-	-	1,886,558	-	1,886,558	-
Reserved for animal shelter	5,000	-	-	-	-	-	5,000	-
General funds	2,583,333	576,418	-	-	-	-	3,159,751	-
Special revenue funds	-	-	1,021,576	1,097,496	-	3,345,827	5,464,899	-
Component unit	-	-	-	-	-	-	-	412,484
Total fund balance	2,588,333	576,418	1,021,576	1,097,496	1,886,558	3,856,383	11,026,764	412,484
Total Liabilities and Fund Balance	\$ 2,773,223	\$ 576,418	\$ 1,025,952	\$ 1,097,496	\$ 2,086,929	\$ 3,974,205	\$ 11,534,223	\$ 424,211

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

COLES COUNTY, ILLINOIS
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET TO
STATEMENT OF NET ASSETS
November 30, 2006

Total fund balance - total governmental funds		\$	11,026,764
Amounts reported for governmental activities in the statement of net assets are different because:			
Capital assets used in governmental activities are not resources and therefore are not reported in the funds.			2,358,955
Interest payable on long-term debt does not require current financial resources. Therefore interest payable is not reported as a liability in governmental funds balance sheet.			(14,206)
Accrued compensated absences are not due and payable in the current period and, therefore, they are not reported in the governmental funds balance sheet.			(159,186)
Long term liabilities are not due and payable in the current period and, therefore, they are not reported in the governmental funds balance sheet.			
Due within one year	\$	305,363	
Due in more than one year		<u>434,668</u>	<u>(740,031)</u>
Net Assets of Governmental Activities		\$	<u>12,472,296</u>

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

COLES COUNTY, ILLINOIS
RECONCILIATION OF THE GOVERNMENTAL COMPONENT UNIT
BALANCE SHEET TO THE STATEMENT OF NET ASSETS
November 30, 2006

Total fund balance - governmental component unit		\$	412,484
Amounts reported for governmental activities in the statement of net assets are different because:			
Capital assets used in governmental activities are not resources and therefore are not reported in the funds; change in capitalization policy.			1,498,586
Accrued compensated absences are not due and payable in the current period and, therefore, they are not reported in the governmental funds balance sheet.			17,444
Long term liabilities are not due and payable in the current period and, therefore, they are not reported in the governmental funds balance sheet.			
Due within one year	\$	62,854	
Due in more than one year		<u>610,029</u>	<u>(672,883)</u>
Net Assets of Governmental Component Unit		\$	<u>1,220,743</u>

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

COLES COUNTY, ILLINOIS
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE
GOVERNMENTAL FUNDS
Year Ended November 30, 2006

	County General	County Farm	County Construction Of Bridges	County Highway Matching	County Motor Fuel Tax	Other Governmental Funds	Total Governmental Funds	Component Unit Mental Health
Revenues:								
Taxes	\$ 4,272,234	\$ -	\$ 251,775	\$ 251,775	\$ -	\$ 2,670,887	\$ 7,446,671	\$ 807,973
Intergovernmental	2,266,497	8,083	34,958	34,958	926,404	1,157,308	4,428,208	69,916
Charges for services	1,306,336	-	-	-	-	823,419	2,129,755	-
Fines and forfeits	513,625	-	-	-	-	-	513,625	-
Miscellaneous	567,199	1,179	104,661	42,318	1,307,735	709,404	2,732,496	449,009
Total revenues	8,925,891	9,262	391,394	329,051	2,234,139	5,361,018	17,250,755	1,326,898
Expenditures:								
General government	5,820,097	-	-	-	-	1,699,342	7,519,439	1,208,842
Public safety	3,525,178	-	-	-	-	-	3,525,178	-
Health and welfare	215,051	-	-	-	-	1,695,737	1,910,788	-
Education	77,129	-	-	-	-	-	77,129	-
Highways, streets and roads	-	-	431,955	226,644	1,261,475	524,721	2,444,795	-
Sanitation	-	-	-	-	-	97,790	97,790	-
Debt service	-	-	-	-	-	336,440	336,440	93,462
Total expenditures	9,637,455	-	431,955	226,644	1,261,475	4,354,030	15,911,559	1,302,304
Excess of revenues over (under) expenditures	(711,564)	9,262	(40,561)	102,407	972,664	1,006,988	1,339,196	24,594
Other Financing Sources (Uses):								
Lease proceeds	-	-	-	-	-	23,701	23,701	-
Operating transfers in	1,208,328	-	-	-	-	358,698	1,567,026	-
Operating transfers out	(360,954)	-	-	-	-	(1,208,030)	(1,568,984)	-
Total other financing sources (uses)	847,374	-	-	-	-	(825,631)	21,743	-
Excess of revenues and other sources over (under) expenditures and other financing uses	135,810	9,262	(40,561)	102,407	972,664	181,357	1,360,939	24,594
Fund balance, beginning of year	2,431,960	567,156	1,062,137	995,089	913,894	3,675,026	9,645,262	387,890
Prior period adjustment	20,563	-	-	-	-	-	20,563	-
Fund balance, beginning of year, as restated	2,452,523	567,156	1,062,137	995,089	913,894	3,675,026	9,624,699	387,890
Fund Balance, End of Year	\$ 2,588,333	\$ 576,418	\$ 1,021,576	\$ 1,097,496	\$ 1,886,558	\$ 3,856,383	\$ 11,026,763	\$ 412,484

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

COLES COUNTY, ILLINOIS
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE OF GOVERNMENTAL FUNDS TO THE STATEMENT
OF ACTIVITIES
Year Ended November 30, 2006

Net change in governmental fund balance	\$ 1,360,939
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Amounts reported for the governmental activities in
the statement of activities are different because:

Governmental funds report capital outlays as expenditures.

However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period.	172,286
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A certain amount of grant revenue that was unearned in prior years becomes earned in the current year and does not provide current financial resources and is not reported as revenue in the funds.	14,959
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Principal paid on long term debt is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets. This is the amount of principal payments.	288,670
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Accrued interest reported in the statement of activities does not require the use of current financial resources and is therefore not reported as an expenditure in governmental funds.	6,069
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Some expenses, such as compensated absences, reported in the statement of activities do not require the use of current financial resources and are therefore not reported as expenditures in governmental funds.	13,072
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The issuance of long-term debt provides current financial resources to governmental funds, but increases long-term liabilities in the statement of net assets.	(23,701)
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The County disposed of capital assets resulting in a loss on sale of assets of \$2,520.	<u>(2,520)</u>
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Change in Net Assets of Governmental Activities	<u>\$ 1,829,774</u>
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The accompanying notes are an integral part of these financial statements.

COLES COUNTY, ILLINOIS
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE OF GOVERNMENTAL COMPONENT
UNIT TO THE STATEMENT OF ACTIVITIES
Year Ended November 30, 2006

Net change in governmental component unit fund balance	\$ 24,594
Amounts reported for the governmental activities in the statement of activities are different because:	
Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period.	70,963
Principal paid on long term debt is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets. This is the amount of principal payments.	60,101
Some expenses, such as compensated absences, reported in the statement of activities do not require the use of current financial resources and are therefore not reported as expenditures in governmental funds.	<u>(187)</u>
Change in Net Assets of Governmental Component Unit	<u>\$ 155,471</u>

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

COLES COUNTY, ILLINOIS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
COUNTY GENERAL FUND
Year Ended November 30, 2006

	Original Budget	Final Budget	Actual	Positive (Negative) Final Budget
Revenues:				
Taxes:				
Property tax	\$ 1,407,800	\$ 1,407,800	\$ 1,406,333	\$ (1,467)
Property tax special services	1,117,700	1,117,700	1,116,572	(1,128)
County sales tax - supplemental	1,265,000	1,265,000	1,339,947	74,947
Mobile home privilege tax	6,500	6,500	6,595	95
Sales tax	305,000	305,000	287,480	(17,520)
Tax penalties and interest	110,000	110,000	115,307	5,307
Intergovernmental:				
Personal property replacement tax	55,000	55,000	75,786	20,786
Inheritance tax fees	30,000	30,000	39,229	9,229
Illinois income tax	856,000	856,000	912,764	56,764
State use tax	120,000	120,000	144,941	24,941
States attorney salary	136,000	139,115	136,227	(2,888)
Assistant states attorney salary	7,200	7,200	7,200	-
Public defender salary	-	36,138	36,169	31
Probation office salary	259,246	259,246	264,581	5,335
Supervisor of assessment salary	24,400	24,400	24,409	9
Fringe benefit reimbursement	38,000	38,000	37,615	(385)
Emergency service and disaster refunds	12,000	12,000	11,444	(556)
Probation salary - Cumberland County	37,657	37,657	37,512	(145)
Police training reimbursement	17,000	17,000	9,152	(7,848)
Coles Together salary reimbursement	125,000	125,000	115,365	(9,635)
Sheriff livescan equipment grant	-	-	14,437	14,437
Violent crime victims assistance grant	-	-	16,000	16,000
Help America Vote Act grants	29,800	29,800	367,827	338,027
Emergency management grants	-	1,640	4,339	2,699
Comprehensive plan funds	11,500	11,500	11,500	-
Charges for services:				
Animal control fees	35,000	35,000	36,028	1,028
Animal registration fees	50,000	50,000	55,394	5,394
Animal shelter - cities income	40,000	40,000	41,896	1,896
County clerk fees	300,000	300,000	276,134	(23,866)
County clerk revenue stamps	54,000	54,000	49,398	(4,602)
Work release fees	10,000	10,000	4,471	(5,529)
Court fee	100,000	100,000	60,665	(39,335)
Circuit clerk fees	500,000	500,000	467,728	(32,272)
Circuit clerk public defender fees	35,000	35,000	40,360	5,360
Sheriff housing foreign prisoners	-	-	2,800	2,800
Mental evaluation treatment fees	10,000	10,000	2,520	(7,480)

COLES COUNTY, ILLINOIS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
COUNTY GENERAL FUND
Year Ended November 30, 2006

	Original Budget	Final Budget	Actual	Positive (Negative) Final Budget
Sheriff fees	100,000	100,000	71,772	(28,228)
Drug court fees	10,000	10,000	6,455	(3,545)
Drug prevention fees	-	-	2,052	2,052
DUI equipment fees	-	-	10,419	10,419
Court security fee	175,000	175,000	175,998	998
Coroner transcripts and fees	4,000	4,000	2,246	(1,754)
Fines and forfeits:				
States attorney	577,500	577,500	513,625	(63,875)
Miscellaneous:				
Interest earnings	35,000	35,000	48,380	13,380
Interest earnings from county collector	10,000	10,000	14,183	4,183
Donations	10,000	19,000	8,830	(10,170)
Rents and refunds	85,200	85,200	52,708	(32,492)
Reimbursement - fuel	50,000	50,000	72,850	22,850
Reimbursement - health insurance	150,000	150,000	127,786	(22,214)
Reimbursement - general administration	35,000	35,000	30,622	(4,378)
Reimbursement - jail inmate medical	3,000	3,000	5,764	2,764
Employee health insurance withholding	190,000	190,000	160,632	(29,368)
Court ordered restitution	2,500	2,500	1,420	(1,080)
Liquor license fees	3,000	3,000	3,000	-
Cable TV franchise fees	22,000	22,000	19,912	(2,088)
Copies	20,000	20,000	21,112	1,112
Total revenues	8,587,003	8,636,896	8,925,891	288,995
Expenditures:				
County Administration:				
County board committee work	58,800	58,800	58,800	-
County board mileage	4,750	4,750	6,176	(1,426)
County board secretary	38,083	38,083	38,083	-
Coles Together salary	125,000	125,000	107,167	17,833
Internship program	12,600	12,600	17,061	(4,461)
Employer health insurance	725,000	725,000	701,610	23,390
County share of social security	560,000	560,000	559,665	335
Unemployment compensation	15,000	15,000	5,352	9,648
Postage equipment maintenance	2,000	2,000	1,986	14
Insurance	291,500	291,500	294,448	(2,948)
Professional audit	38,000	38,000	30,500	7,500
County Officers Association dues and expense	3,000	3,000	2,649	351
Publishing notices	2,000	2,000	1,340	660
Office supplies - County Board	5,000	5,000	4,454	546
Postage	3,000	3,000	2,111	889

COLES COUNTY, ILLINOIS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
COUNTY GENERAL FUND
Year Ended November 30, 2006

	Original Budget	Final Budget	Actual	Positive (Negative) Final Budget
Fleet fuel	50,000	50,000	70,264	(20,264)
Office equipment	3,000	3,000	466	2,534
Emergency expense	2,000	2,000	4,932	(2,932)
Labor negotiations	2,000	2,000	4,624	(2,624)
County hearing officer	3,000	3,000	1,580	1,420
Strategic plan expenses	29,250	29,250	31,392	(2,142)
	<u>1,972,983</u>	<u>1,972,983</u>	<u>1,944,660</u>	<u>28,323</u>
Computer Services:				
Maintenance - repair of equipment	10,800	10,800	499	10,301
Computer programs	4,600	4,600	3,113	1,487
Computer program maintenance	67,400	67,400	60,365	7,035
Software upgrade	17,200	17,200	16,420	780
Computer equipment	30,000	30,000	12,640	17,360
	<u>130,000</u>	<u>130,000</u>	<u>93,037</u>	<u>36,963</u>
Planning Commission:				
Reimbursement for services	80,223	80,223	80,223	-
Public Services:				
Soil conservation	19,855	19,855	19,855	-
Coles County extension	34,500	34,500	34,500	-
Economic development	50,000	50,000	50,000	-
	<u>104,355</u>	<u>104,355</u>	<u>104,355</u>	<u>-</u>
County Treasurer:				
County treasurer salaries	205,150	205,150	205,642	(492)
Maintenance - repair of equipment	3,500	3,500	2,252	1,248
Training and travel	3,100	3,100	2,100	1,000
Postage	15,700	15,700	13,365	2,335
Office equipment	1,000	1,000	190	810
Association dues	400	400	490	(90)
Publishing assessments	5,000	5,000	3,192	1,808
Office supplies - other	4,200	4,200	4,009	191
Tax collection supplies	5,300	5,300	4,206	1,094
	<u>243,350</u>	<u>243,350</u>	<u>235,446</u>	<u>7,904</u>
County Clerk:				
Election judges	49,600	49,600	47,966	1,634
Salaries	243,200	243,200	243,106	94
Maintenance - repair of equipment	2,200	2,200	-	2,200
Travel and training	1,500	1,500	1,983	(483)
Recording births and deaths	1,550	1,550	1,468	82
Postage	14,500	14,500	8,503	5,997

COLES COUNTY, ILLINOIS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
COUNTY GENERAL FUND
Year Ended November 30, 2006

	Original Budget	Final Budget	Actual	Positive (Negative) Final Budget
Association dues	295	295	470	(175)
Publishing notices	7,000	7,000	16,915	(9,915)
Office supplies	3,500	3,500	3,658	(158)
Election supplies expense	160,000	160,000	165,835	(5,835)
Voter registration expense	3,000	3,000	21	2,979
Office equipment	2,500	2,500	3,313	(813)
Other expense	-	-	410	(410)
	<u>488,845</u>	<u>488,845</u>	<u>493,648</u>	<u>(4,803)</u>
Record Storage:				
Salaries	3,060	3,060	667	2,393
Expenses	42,000	42,000	46,674	(4,674)
	<u>45,060</u>	<u>45,060</u>	<u>47,341</u>	<u>(2,281)</u>
Vital Records Automation:				
Salaries	9,700	9,700	3,017	6,683
Expenses	588	588	3,761	(3,173)
	<u>10,288</u>	<u>10,288</u>	<u>6,778</u>	<u>3,510</u>
Document Storage:				
Salaries	44,118	44,118	18,329	25,789
Expenses	1,500	1,500	2,065	(565)
	<u>45,618</u>	<u>45,618</u>	<u>20,394</u>	<u>25,224</u>
Court Automation:				
Salaries	47,079	47,079	44,556	2,523
Expenses	21,000	21,000	7,670	13,330
	<u>68,079</u>	<u>68,079</u>	<u>52,226</u>	<u>15,853</u>
Circuit Clerk:				
Circuit clerk salaries	276,500	276,500	276,500	-
Maintenance - repair of equipment	1,500	1,500	1,525	(25)
Travel	500	500	17	483
Postage	6,500	6,500	6,365	135
Office equipment	1,000	1,000	955	45
Association dues	325	325	335	(10)
Office supplies	20,000	20,000	20,822	(822)
	<u>306,325</u>	<u>306,325</u>	<u>306,519</u>	<u>(194)</u>
Courts:				
Associate judge secretary	26,500	26,500	26,500	-
Administrative assistant	31,660	31,660	31,660	-
County share judges salary	2,500	2,500	2,422	78
Maintenance - repair of equipment	1,000	1,000	542	458
Judges travel and education	4,000	4,000	4,548	(548)
Juror fees	27,500	27,500	11,126	16,374

COLES COUNTY, ILLINOIS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
COUNTY GENERAL FUND
Year Ended November 30, 2006

	Original Budget	Final Budget	Actual	Positive (Negative) Final Budget
Postage	1,000	1,000	994	6
Dieting jurors	1,000	1,000	563	437
Office supplies	8,000	8,000	10,779	(2,779)
Chief judges expense	689	689	689	-
Office equipment	2,000	2,000	7,881	(5,881)
	<u>105,849</u>	<u>105,849</u>	<u>97,704</u>	<u>8,145</u>
States Attorney:				
Salaries	475,530	475,530	472,995	2,535
Salary - States Attorney	141,570	144,685	148,977	(4,292)
Victim-Witness Coordinator	100	100	171	(71)
Maintenance - repair of equipment	11,600	11,600	9,739	1,861
Travel expense	3,000	3,000	5,919	(2,919)
Convention expense	2,500	2,500	1,765	735
Check diversion expense	9,000	9,000	5,250	3,750
Investigation auto	750	750	722	28
Books	7,000	7,000	7,603	(603)
Special court reporter	1,500	1,500	536	964
Foreign witness	1,000	1,000	521	479
Foreign services	200	200	30	170
Postage	3,600	3,600	3,599	1
Association dues	2,350	2,350	1,916	434
Publishing	1,500	1,500	761	739
Appellate assistance project	15,000	15,000	15,000	-
Office supplies	8,000	8,000	9,747	(1,747)
Office equipment	500	500	630	(130)
Medical - mental expenses	10,000	10,000	15,023	(5,023)
	<u>694,700</u>	<u>697,815</u>	<u>700,904</u>	<u>(3,089)</u>
Building Maintenance and Construction:				
Overtime - call back pay	2,100	2,100	1,590	510
Janitor salaries	138,000	138,000	133,516	4,484
Equipment maintenance	20,000	20,000	21,549	(1,549)
Equipment repair	18,000	18,000	25,078	(7,078)
General maintenance - courthouse	13,000	13,000	10,203	2,797
General maintenance - jail	19,000	19,000	18,256	744
General maintenance - animal shelter	3,000	3,000	2,409	591
Telephone	55,000	55,000	62,368	(7,368)
Fuel and lights - courthouse	70,000	70,000	68,180	1,820
Fuel and lights - jail	62,000	62,000	80,905	(18,905)
Fuel and lights - animal shelter	5,000	5,000	4,683	317
Water - courthouse and jail	30,000	30,000	39,491	(9,491)

COLES COUNTY, ILLINOIS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
COUNTY GENERAL FUND
Year Ended November 30, 2006

	Original Budget	Final Budget	Actual	Positive (Negative) Final Budget
Travel	300	300	-	300
Building supplies	23,000	23,000	24,628	(1,628)
Building equipment	3,000	3,000	11,767	(8,767)
Improvements of land and buildings	50,000	50,000	50,004	(4)
	<u>511,400</u>	<u>511,400</u>	<u>554,627</u>	<u>(43,227)</u>
Supervisor of Assessments:				
Board of review - salaries	12,000	12,000	12,000	-
Supervisor of Assessments - salaries	170,850	170,850	171,341	(491)
Industrial appraisal	1,000	1,000	265	735
Maintenance - repair of equipment	8,000	8,000	7,567	433
Travel expense	4,000	4,000	5,089	(1,089)
Postage	10,000	10,000	3,218	6,782
Association dues	500	500	670	(170)
Publishing assessments	20,000	20,000	2,147	17,853
Training	3,000	3,000	1,295	1,705
Board of review - expense	1,000	1,000	1,001	(1)
Office supplies	10,000	10,000	9,963	37
Office equipment	2,500	2,500	2,499	1
	<u>242,850</u>	<u>242,850</u>	<u>217,055</u>	<u>25,795</u>
Jury Commission:				
Commission per diem	1,000	1,000	1,145	(145)
Secretary salary	30,400	30,400	30,400	-
Part-time salary	2,162	2,162	372	1,790
Maintenance - repair of equipment	1,000	1,000	1,400	(400)
Postage	2,500	2,500	2,499	1
Office supplies	1,000	1,000	752	248
	<u>38,062</u>	<u>38,062</u>	<u>36,568</u>	<u>1,494</u>
Public Defender:				
Public defender salary	59,562	89,005	89,003	2
Assistant public defenders salaries	184,660	184,660	184,716	(56)
Secretary salary	31,375	31,375	31,369	6
Investigator salary	20,000	20,000	18,333	1,667
Office equipment	1,000	1,000	999	1
Court appointed counsel	10,000	10,000	4,735	5,265
Expenses	29,700	29,700	31,138	(1,438)
	<u>336,297</u>	<u>365,740</u>	<u>360,293</u>	<u>5,447</u>
Contingencies:				
County board contingency reserve	<u>45,500</u>	<u>45,500</u>	<u>-</u>	<u>45,500</u>

COLES COUNTY, ILLINOIS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
COUNTY GENERAL FUND
Year Ended November 30, 2006

	Original Budget	Final Budget	Actual	Positive (Negative) Final Budget
Emergency Services and Disaster Agency:				
Civil defense salary - director	13,400	13,400	13,400	-
Teletype	650	650	1,056	(406)
Communications	7,000	7,000	6,270	730
Training	1,050	1,050	663	387
Postage	150	150	129	21
Office supplies	600	600	557	43
Rescue truck travel	1,900	1,900	491	1,409
Other office expense	1,500	1,500	1,114	386
Safety equipment	2,300	2,300	1,987	313
Emergency management grants	-	4,340	4,339	1
	<u>28,550</u>	<u>32,890</u>	<u>30,006</u>	<u>2,884</u>
Child Support:				
Salaries	24,971	24,971	41,975	(17,004)
Office equipment	4,600	4,600	12,035	(7,435)
	<u>29,571</u>	<u>29,571</u>	<u>54,010</u>	<u>(24,439)</u>
County Sheriff:				
Merit commission	3,500	3,500	5,199	(1,699)
County sheriff salaries	1,888,000	1,888,000	1,850,225	37,775
Salary - safety director	2,500	2,500	2,500	-
Maintenance - repair of equipment	13,800	13,800	4,075	9,725
Fleet maintenance	25,000	25,000	23,824	1,176
Officers travel outside county	10,000	10,000	6,986	3,014
Medical expense	157,500	157,500	173,299	(15,799)
Postage	2,500	2,500	2,465	35
Association dues	725	725	800	(75)
Dieting prisoners - inmate meals	140,000	140,000	148,142	(8,142)
Training	17,000	17,000	25,772	(8,772)
Other contractual	2,000	2,000	2,047	(47)
Office supplies	13,500	13,500	13,051	449
Supplies issued to inmates	1,000	1,000	1,000	-
Fleet fuel	52,500	52,500	53,273	(773)
Non-emergency dispatch	52,000	52,000	48,250	3,750
Automobile	60,000	60,000	59,913	87
Office equipment	1,500	1,500	1,458	42
Police equipment	16,000	16,000	18,217	(2,217)
Radio and communication equipment	10,000	10,000	9,833	167
Livescan grant expenditures	-	-	19,252	(19,252)
Crime prevention expenses	-	-	468	(468)
Drug prevention expenses	-	-	4,000	(4,000)
DUI equipment expenses	-	-	10,965	(10,965)
	<u>2,469,025</u>	<u>2,469,025</u>	<u>2,485,014</u>	<u>(15,989)</u>

COLES COUNTY, ILLINOIS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
COUNTY GENERAL FUND
Year Ended November 30, 2006

	Original Budget	Final Budget	Actual	Positive (Negative) Final Budget
County Coroner:				
Coroner salaries	45,255	45,255	45,253	2
Equipment maintenance	800	800	100	700
Training	3,500	3,500	2,460	1,040
Mileage reimbursement	6,450	6,450	5,445	1,005
Autopsies - related medical	11,825	11,825	30,867	(19,042)
Coroner juror fees	1,600	1,600	1,391	209
Association dues	375	375	375	-
Contractual transportation	2,690	2,690	1,750	940
Stenographer fees	1,900	1,900	1,518	382
Toxicology fees	750	750	12	738
Other supplies and expenses	2,500	2,500	2,776	(276)
	<u>77,645</u>	<u>77,645</u>	<u>91,947</u>	<u>(14,302)</u>
Court Services:				
Probation office salaries	689,760	689,760	671,030	18,730
Chief probation officer	75,367	75,367	75,367	-
Maintenance - repair of equipment	4,200	4,200	3,359	841
Mental evaluation treatment	30,000	30,000	28,672	1,328
Travel	6,500	6,500	11,943	(5,443)
Juvenile detention expense	80,000	80,000	94,180	(14,180)
Postage	4,000	4,000	2,635	1,365
Office supplies	4,000	4,000	5,593	(1,593)
Drug court supplies	8,000	8,000	10,190	(2,190)
ISSOS grant return	-	-	8,367	(8,367)
Non-emergency dispatch	7,000	7,000	6,875	125
	<u>908,827</u>	<u>908,827</u>	<u>918,211</u>	<u>(9,384)</u>
Security:				
Security salaries	135,600	135,600	131,824	3,776
Maintenance - repair of equipment	5,000	5,000	4,700	300
Training	2,000	2,000	-	2,000
Office supplies	500	500	368	132
Uniforms and badges	1,500	1,500	822	678
Office equipment	500	500	150	350
Security equipment	4,000	4,000	1,816	2,184
Miscellaneous	500	500	110	390
	<u>149,600</u>	<u>149,600</u>	<u>139,790</u>	<u>9,810</u>
Animal Control:				
Animal control salaries	129,000	129,000	126,177	2,823
Administrative salaries	12,000	12,000	12,000	-
Building maintenance	1,000	1,000	554	446
Equipment rental	1,100	1,100	1,148	(48)

COLES COUNTY, ILLINOIS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
COUNTY GENERAL FUND
Year Ended November 30, 2006

	Original Budget	Final Budget	Actual	Positive (Negative) Final Budget
Propane	5,000	5,000	3,161	1,839
Office supplies	5,500	5,500	4,916	584
Cleaning supplies	5,000	5,000	5,820	(820)
Gas and repair for van	4,500	4,500	5,629	(1,129)
Medicine	16,500	16,500	23,398	(6,898)
Equipment	2,000	2,000	1,763	237
Incinerator	-	24,000	22,490	1,510
Refunds	3,000	3,000	1,810	1,190
Disposal service	2,300	2,300	1,396	904
Donations	10,000	10,000	944	9,056
Miscellaneous	3,500	3,500	3,845	(345)
	<u>200,400</u>	<u>224,400</u>	<u>215,051</u>	<u>9,349</u>
Superintendent of Schools:				
Regional education office	<u>77,130</u>	<u>77,130</u>	<u>77,129</u>	<u>1</u>
Help America Vote Act Grants:				
Accessibility	-	-	2,790	(2,790)
Equipment	<u>29,800</u>	<u>29,800</u>	<u>271,729</u>	<u>(241,929)</u>
	<u>29,800</u>	<u>29,800</u>	<u>274,519</u>	<u>(244,719)</u>
Total expenditures	<u>9,440,332</u>	<u>9,501,230</u>	<u>9,637,455</u>	<u>(136,225)</u>
Excess of revenues over (under) expenditures	<u>(853,329)</u>	<u>(864,334)</u>	<u>(711,564)</u>	<u>152,770</u>
Other Financing Sources (Uses):				
Operating transfers in	1,210,269	1,210,269	1,208,328	(1,941)
Operating transfers out	<u>(356,940)</u>	<u>(356,940)</u>	<u>(360,954)</u>	<u>(4,014)</u>
Total other financing sources (uses)	<u>853,329</u>	<u>853,329</u>	<u>847,374</u>	<u>(5,955)</u>
Excess of revenues and other sources over (under) expenditures and other uses	<u>\$ -</u>	<u>\$ (11,005)</u>	<u>135,810</u>	<u>\$ 146,815</u>
Fund balance, beginning of year			2,431,960	
Prior period adjustment			<u>20,563</u>	
Fund balance, beginning of year, as restated			<u>2,452,523</u>	
Fund Balance, End of Year			<u>\$ 2,588,333</u>	

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

COLES COUNTY, ILLINOIS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
COUNTY FARM FUND
Year Ended November 30, 2006

	Original Budget	Final Budget	Actual	Positive (Negative) Final Budget
Revenues:				
Interest earnings	\$ 1,000	\$ 1,000	\$ 1,179	\$ 179
Cash rent income	<u>8,000</u>	<u>8,000</u>	<u>8,083</u>	<u>83</u>
Total revenues	<u>9,000</u>	<u>9,000</u>	<u>9,262</u>	<u>262</u>
Expenditures:				
General government:				
Various expenses	<u>9,000</u>	<u>9,000</u>	<u>-</u>	<u>9,000</u>
Excess of revenues over (under) expenditures	<u>\$ -</u>	<u>\$ -</u>	9,262	<u>\$ 9,262</u>
Fund balance, beginning of year			<u>567,156</u>	
Fund Balance, End of Year			<u>\$ 576,418</u>	

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

COLES COUNTY, ILLINOIS
STATEMENT OF REVENUES, EXPENDITURES AND OTHER CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
COUNTY CONSTRUCTION OF BRIDGES FUND
Year Ended November 30, 2006

	Original Budget	Final Budget	Actual	Postive (Negative) Final Budget
Revenues:				
Taxes - property tax	\$ 250,000	\$ 250,000	\$ 251,083	\$ 1,083
Taxes - mobile home tax	700	700	692	(8)
Intergovernmental - replacement tax	20,000	20,000	34,958	14,958
Miscellaneous	-	-	64,295	64,295
Miscellaneous - interest income	10,000	10,000	40,366	30,366
Total revenues	<u>280,700</u>	<u>280,700</u>	<u>391,394</u>	<u>110,694</u>
Expenditures:				
Highways and roads:				
I-57 bridges	304,000	304,000	142,140	161,860
Township bridges	<u>200,000</u>	<u>300,000</u>	<u>289,815</u>	<u>10,185</u>
Total expenditures	<u>504,000</u>	<u>604,000</u>	<u>431,955</u>	<u>172,045</u>
Excess of revenues over (under) expenditures	<u>\$ (223,300)</u>	<u>\$ (323,300)</u>	(40,561)	<u>\$ 282,739</u>
Fund balance, beginning of year			<u>1,062,137</u>	
Fund Balance, End of Year			<u>\$ 1,021,576</u>	

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

COLES COUNTY, ILLINOIS
STATEMENT OF REVENUES, EXPENDITURES AND OTHER CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
COUNTY HIGHWAY MATCHING TAX FUND
Year Ended November 30, 2006

	Original Budget	Final Budget	Actual	Positive (Negative) Final Budget
Revenues:				
Taxes - property tax	\$ 250,000	\$ 250,000	\$ 251,083	\$ 1,083
Taxes - mobile home tax	700	700	692	(8)
Intergovernmental - replacement tax	20,000	20,000	34,958	14,958
Miscellaneous - interest income	<u>10,000</u>	<u>10,000</u>	<u>42,318</u>	<u>32,318</u>
Total revenues	<u>280,700</u>	<u>280,700</u>	<u>329,051</u>	<u>48,351</u>
Expenditures:				
Highways and roads:				
County highway maintenance	200,000	300,000	156,448	143,552
I-57 interchange	<u>304,000</u>	<u>304,000</u>	<u>70,196</u>	<u>233,804</u>
Total expenditures	<u>504,000</u>	<u>604,000</u>	<u>226,644</u>	<u>377,356</u>
Excess of revenues over (under) expenditures	<u>\$ (223,300)</u>	<u>\$ (323,300)</u>	102,407	<u>\$ 425,707</u>
Fund balance, beginning of year			<u>995,089</u>	
Fund Balance, End of Year			<u>\$ 1,097,496</u>	

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

COLES COUNTY, ILLINOIS
STATEMENT OF NET ASSETS
BUSINESS TYPE FUNDS
November 30, 2006

	Component Units	
	Emergency	Public
	Telephone	Building
	System	Commission
Regional		
Planning		

ASSETS

Current assets:

Cash and cash deposits	\$ 119,320	\$ 620,738	\$ 47,262
Restricted cash and cash deposits	-	-	19,704
Interest receivable	-	16,368	-
Miscellaneous accounts receivable	126,706	52,386	-
Total current assets	246,026	689,492	66,966

Noncurrent assets:

Capital assets, net of accumulated depreciation	3,133	774,689	2,014,418
Long-term debt issuance cost, net of accumulated amortization	-	-	4,027
Total noncurrent assets	3,133	774,689	2,018,445

Total assets	249,159	1,464,181	2,085,411
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LIABILITIES

Current liabilities:

Accounts payable	2,822	19,231	-
Accrued wages payable	-	24,403	-
Due to other funds	-	-	426,000
Notes payable	-	49,004	-
Accrued interest payable	-	115	-
Deferred lease income	-	-	12,214
Total current liabilities	2,822	92,753	438,214

Noncurrent liabilities:

Compensated absences	13,788	5,507	-
Bonds payable	-	-	465,000
Notes payable	-	103,837	-
Total noncurrent liabilities	13,788	109,344	465,000

Total liabilities	16,610	202,097	903,214
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NET ASSETS

Invested in capital assets, net of related debt	3,133	621,848	1,103,417
Restricted for debt service	-	-	19,704
Unrestricted	229,416	640,236	59,076

Total Net Assets	\$ 232,549	\$ 1,262,084	\$ 1,182,197
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The accompanying notes are an integral part of these financial statements.

COLES COUNTY, ILLINOIS
STATEMENT OF REVENUES, EXPENSES AND CHANGES
IN FUND NET ASSETS - BUSINESS TYPE FUNDS
Year Ended November 30, 2006

		<u>Component Units</u>	
	Regional Planning Commission	Emergency Telephone System	Public Building Commission
Operating Revenues:			
County	\$ 114,572	\$ -	\$ -
Other government agencies	261,962	-	-
Charges for services	-	769,590	47,313
Reimbursement - other departments	-	41,994	-
Other	3,887	4,496	8
Total operating revenues	<u>380,421</u>	<u>816,080</u>	<u>47,321</u>
Operating Expenses:			
Personal services	270,774	567,852	-
Supplies	27,762	7,176	-
Repairs	-	100,041	-
Operational	28,997	122,962	6,490
Depreciation	1,333	92,563	40,817
Total operating expenses	<u>328,866</u>	<u>890,594</u>	<u>47,307</u>
Operating income (loss)	<u>51,555</u>	<u>(74,514)</u>	<u>14</u>
Non-Operating Revenues (Expenses):			
Interest income	5,360	25,907	384
Interest expense	-	(7,942)	(27,888)
Bond issuance costs amortization	-	-	(288)
Loss on retirement of assets	(1,867)	-	-
Net non-operating revenues (expenses)	<u>3,493</u>	<u>17,965</u>	<u>(27,792)</u>
Net income (loss) before transfers	<u>55,048</u>	<u>(56,549)</u>	<u>(27,778)</u>
Operating transfer from (to) other funds	<u>(1,758)</u>	<u>-</u>	<u>-</u>
Net income (loss)	53,290	(56,549)	(27,778)
Net assets, beginning of year	<u>179,259</u>	<u>1,318,633</u>	<u>1,209,975</u>
Net Assets, End of Year	<u>\$ 232,549</u>	<u>\$ 1,262,084</u>	<u>\$ 1,182,197</u>

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

COLES COUNTY, ILLINOIS
STATEMENT OF CHANGES IN CASH FLOWS
BUSINESS TYPE FUNDS
Year Ended November 30, 2006

		Component Units	
	Regional Planning Commission	Emergency Telephone System	Public Building Commission
Cash Flows From Operating Activities:			
Receipts from customers	\$ 312,677	\$ 817,738	\$ 46,808
Payments to suppliers	(75,245)	(365,461)	(5,727)
Payments to employees	(266,427)	(438,736)	-
Net cash provided (used) by operating activities	<u>(28,995)</u>	<u>13,541</u>	<u>41,081</u>
Cash Flows From Noncapital Financing Activities:			
Transfers from (to) other funds	<u>(1,758)</u>	<u>-</u>	<u>-</u>
Cash Flows From Capital and Related Financing Activities:			
Purchases of capital assets	-	(252,046)	-
Proceeds from long-term debt	-	200,000	-
Principal paid on long-term debt	-	(47,159)	(40,000)
Interest paid on capital debt	-	(7,827)	(42,407)
Net cash (used) by capital and related financing activities	<u>-</u>	<u>(107,032)</u>	<u>(82,407)</u>
Cash Flows From Investing Activities:			
Interest and dividends	<u>5,360</u>	<u>21,902</u>	<u>384</u>
Net (decrease) in cash and cash equivalents	<u>(25,393)</u>	<u>(71,589)</u>	<u>(40,942)</u>
Cash and cash deposits, beginning of year	<u>144,713</u>	<u>692,327</u>	<u>107,908</u>
Cash and Cash Deposits, End of Year	<u>\$ 119,320</u>	<u>\$ 620,738</u>	<u>\$ 66,966</u>

COLES COUNTY, ILLINOIS
STATEMENT OF CHANGES IN CASH FLOWS
BUSINESS TYPE FUNDS
Year Ended November 30, 2006

		Component Units	
	Regional Planning Commission	Emergency Telephone System	Public Building Commission
Reconciliation of income (loss) from operations to net cash provided (used) by operating activities:			
Net operating income (loss)	\$ 51,555	\$ (74,515)	\$ 14
Noncash items included in net income:			
Depreciation	1,333	92,563	40,817
Adjustment of capital assets	-	-	764
Net (increase) decrease in:			
Miscellaneous accounts receivable	(67,744)	1,659	-
Net increase (decrease) in:			
Accrued wages payable	-	24,403	-
Deferred lease income	-	-	(514)
Compensated absences	(3,264)	3,493	-
Accounts payable	(10,875)	(34,062)	-
Net Cash Provided (Used) by Operating Activities	<u>\$ (28,995)</u>	<u>\$ 13,541</u>	<u>\$ 41,081</u>

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

COLES COUNTY, ILLINOIS
STATEMENT OF NET ASSETS
FIDUCIARY FUNDS
November 30, 2006

	<u>Agency Funds</u>
ASSETS	
Cash and investments	\$ 2,693,350
Accounts receivable	10,623
Due from other governments	94,706
Inventory	<u>32,112</u>
Total Assets	<u>\$ 2,830,791</u>
LIABILITIES	
Accounts payable	\$ 7,389
Distributions payable	2,689,617
Amount due to others	<u>133,785</u>
Total liabilities	<u>2,830,791</u>
NET ASSETS	
None	<u>-</u>
Total Liabilities and Net Assets	<u>\$ 2,830,791</u>

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

COLES COUNTY, ILLINOIS
NOTES TO FINANCIAL STATEMENTS

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of Coles County, Illinois conform to U.S. generally accepted accounting principles as applicable to governments except for the omission of Management's Discussion and Analysis.

The following is a summary of the more significant policies:

- a) Financial Reporting Entity - The accompanying financial statements present the County's primary government and component units over which the County exercises significant influence. Component units are legally separate organizations for which the elected officials of Coles County are financially accountable. Coles County would be considered financially accountable if it appoints a voting majority of the organization's governing body and (1) it is able to impose its will (significantly influence the programs, projects, activities, or level of services performed or provided by the organization) on the organization or (2) there is a potential for the organization to provide specific financial benefits to, or impose specific financial burdens on Coles County (i.e., entitled to or can access the organization's resources, is legally obligated or has otherwise assumed the obligation to finance deficits of, or provide financial support to the organization, or is obligated in some manner for the debt of the organization). If an organization is fiscally dependent on Coles County, the County is considered financially accountable regardless of whether the organization has (1) a separately elected governing board, (2) a governing board appointed by a higher level of government, or (3) a jointly appointed board.

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 units of Coles County, Illinois. Several other governmental entities have operations within the County but are separate legal entities. These entities include Coles County Housing Authority, Coles County Airport Authority, and Coles County Mental Health Association (a 501(c)(3) not-for-profit organization). The County is not financially accountable for these entities, and they are therefore not included in the County's reporting entities.

Based on the foregoing criteria, the following organizations meet the criteria of a component unit of Coles County.

The following organizations are discretely reported component units of the County:

Community Mental Health Fund - The County Board members appoint the Mental Health Board and approve the tax levy for the Community Mental Health Fund. In addition, the County Treasurer's office maintains the accounting records of the Community Mental Health Fund. The payroll of the Community Mental Health Fund is included with the County's payroll in reporting to various federal and state agencies. The Community Mental Health Fund has been included in the County's reporting entity as a discretely reported component unit.

Emergency Telephone System Fund - The County Board members appoint the Emergency Telephone System Board. In addition, the County Treasurer's office maintains the accounting records of the Emergency Telephone System Fund and collects the telephone surcharge which is used to fund the system. The payroll of the Emergency Telephone System Fund is included with the County's payroll in reporting to various federal and state agencies. The Emergency Telephone System Fund has been included in the County's reporting entity as a discretely reported component unit.

COLES COUNTY, ILLINOIS
NOTES TO FINANCIAL STATEMENTS

Coles County Public Building Commission - The County Board members appoint the Building Commission Board. Buildings of the Building Commission are leased to the County. In addition, the County's approval is needed for the issuance of bonded debt to finance the Building Commission's projects. The Coles County Public Building Commission has been included in the County's reporting entity as a discretely reported component unit.

The following organization is blended with the primary government as a special revenue fund:

Public Health Fund - The County Board members appoint the Public Health Board and approve the appropriations for the Public Health Fund. In addition, the County Treasurer's office maintains the accounting records of the Public Health Fund. The payroll of the Public Health Fund is included with the County's payroll in reporting to various federal and state agencies. The Public Health Fund has been included in the County's reporting entity as a special revenue fund.

- b) Basis of Presentation – The County's basic financial statements include both government-wide and fund financial statements. Both the government-wide and fund financial statements categorize primary activities as either governmental or business type. The County's general and special revenue funds are classified as governmental activities while the County's enterprise and internal service funds are classified as business-type activities.

The County's fiduciary funds are presented in the fiduciary fund financial statements by type. Since by definition these assets are being held for the benefit of a third party and cannot be used to address activities or obligations of the government, these funds are not incorporated into the government-wide statements.

The effect of interfund activity, within the government and business-type activities columns, 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.

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

- c) Fund Accounting - The accounts of the County are organized on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues, and expenditures, or expenses, as appropriate. Government resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled. The various funds are summarized by type in the basic financial statements. The following fund types are used by the County:

Governmental Funds

Governmental funds are those funds through which most governmental functions typically are financed. The acquisition, use and balances of the County's expendable financial resources and the related current liabilities (except those accounted for in the proprietary funds) are accounted for through governmental funds. The measurement focus is on determination of "financial flow" (sources, use and balances of financial resources). The County's major governmental funds are County General, County Farm, County Construction of Bridges, County Highway Matching Tax, and County Motor Fuel Tax.

COLES COUNTY, ILLINOIS
NOTES TO FINANCIAL STATEMENTS

Proprietary Funds

Proprietary Funds are accounted for using the economic resources measurement focus and the accrual basis of accounting. The accounting objectives are determinations of net income, financial position and changes in cash flows. All assets and liabilities are included on the Statement of Net Assets. The generally accepted accounting principles applicable are those similar to businesses in the private sector. The following is a description of the proprietary funds of the County:

Internal Service Funds - Internal service funds are used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the County on a cost-reimbursement basis. The County has no internal service funds.

Enterprise Funds- Enterprise funds are used to account for operations (1) that are financed and operated in a manner similar to private business enterprises---where the intent of the governing body is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or (2) where the governing body has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes. The County has one enterprise fund and two component unit enterprise funds.

Fiduciary Funds

Fiduciary funds include agency funds. Agency funds are purely custodial (assets equal liabilities) and thus, do not involve measurement of results of operations.

Agency Funds - Agency funds are used to account for assets held by the County in a trustee capacity or as an agent for individuals, private organizations, other governments, and/or other funds. The County has nineteen agency funds.

- d) Basis of Accounting - Basis of accounting refers to when revenues and expenditures or expenses are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied.

Government-wide financial statements - Both governmental and business-type activities in the government-wide financial statements and the proprietary and fiduciary fund financial statements are presented on the accrual basis of accounting. Revenues are recognized when earned and expenses are recognized when incurred.

Fund financial statements - The government funds financial statements are presented on the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when they become measurable and available as net current assets. Expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred. An exception to this general rule is principal and interest on general long-term debt which is recognized when due.

The government-wide statements and fund financial statements for proprietary funds are reported using the economic resources management focus and the accrual basis of accounting. The economic resources measurement focus means all assets and liabilities (whether current or non-current) are included on the statement of net assets and the operating statements present increases (revenues) and decreases (expenses) in net total assets. Governmental fund financial statements are reported using the current financial resources measurement focus and are accounted for using the modified accrual basis of accounting.

COLES COUNTY, ILLINOIS
NOTES TO FINANCIAL STATEMENTS

All private-sector standards of accounting and financial reporting (including those issued after December 1, 1989) are generally followed in both the government-wide and enterprise fund financial statements to the extent that those standards do not conflict with guidance of the Governmental Accounting Standards Board.

- e) Budgets are adopted substantially on a modified accrual basis, which is consistent with the County's method of accounting, except that any budget balances remaining at the close of a fiscal year shall be available for 30 days after its close for payment of obligations. Formal budgetary integration is employed as a management control device during the year. Both the original and final amended budgets are presented as approved by the County Board.

Statements of revenues, expenditures and changes in fund balance – budget and actual reflect the budgeted and actual amounts for all governmental funds in which the County adopts a budget. The County adopts budgets for the following governmental funds: County General, County Farm, County Construction of Bridges, County Highway Matching Tax, Public Health, Debt Service, Illinois Municipal Retirement, Tuberculosis, Law Library, Senior Citizen's, Liability Protection, County Highway, Tipping Fee, GIS, and Probation Services.

- f) Cash and Cash Equivalents - For purposes of the statement of cash flows, the County's proprietary fund types consider all cash deposits and highly liquid investments with an original maturity of three months or less when purchased to be cash equivalents.
- g) Inventories – Inventories are priced at cost (first-in, first-out) which approximates market. Inventories included in the Clerk's Revenue Tax Stamp Fund consist of revenue stamps.
- h) Interfund Receivables and Payables – Any residual balances outstanding between the governmental and business-type activities are reported in the government-wide financial statements as "internal balances."
- i) Fixed Assets, Depreciation and Amortization – Capital assets, which includes property, plant, equipment, and infrastructure assets, are reported in the applicable governmental or business-type activities column in the government-wide financial statements and in the fund financial statements for proprietary funds. The County defines capital assets as assets with an initial individual cost of at least \$5,000 and an estimated useful life in excess of two years. All capital assets are valued at historical cost or estimated historical cost if actual historical cost is not available. Donated capital assets are stated at their fair market value on the date donated. Proprietary fund and similar component unit fixed assets are recorded in the respective funds or component units and depreciated using the straight-line method. Estimated useful lives, in years, for depreciable assets are as follows:

	<u>Years</u>
Buildings	40
Building improvements	20
Vehicles	8
Office equipment	8
Other equipment	8

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized. Improvements are capitalized and depreciated over the remaining useful lives of the related fixed assets, as applicable.

COLES COUNTY, ILLINOIS
NOTES TO FINANCIAL STATEMENTS

GASB No. 34 requires infrastructure assets to be retroactively reported back to the year ended November 30, 1980; however, a transition period is being allowed to phase-in the reporting of general infrastructure assets. The transition period allows the County additional time to compile cost information for their infrastructure assets. The County will implement the retroactive infrastructure reporting requirement of GASB No. 34 in the fiscal year ending November 30, 2007.

- j) Interfund Activity – Interfund activity is reported as either loans, services provided, reimbursements or transfers. Loans are reported as interfund receivables and payables as appropriate and are subject to elimination upon consolidation. Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures or expenses. Reimbursements are when a fund incurs a cost, charges the appropriate benefiting fund and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers. Transfers between governmental or proprietary funds are netted as part of the reconciliation to the government-wide financial statements.

	<u>Operating Transfers In</u>	<u>Operating Transfers Out</u>
Governmental Activities:		
County General	\$ 1,208,328	\$ 360,954
Other governmental funds	358,698	1,208,030
Business type Activities:		
Regional Planning	-	1,758
Agency funds	4,014	298
	<u>\$ 1,571,040</u>	<u>\$ 1,571,040</u>

Individual interfund receivables and payables consist of the following:

<u>Due To</u>	<u>Due From</u>	<u>Amount</u>
County Farm Fund	Public Building Commission	\$ 426,000

The loan from the County Farm Fund to the Public Building Commission is for the purchase of real estate.

- k) Accrued Liabilities and Long-Term Obligations – All payables, accrued liabilities and long-term obligations are reported in the government-wide financial statements, and all payables, accrued liabilities and long-term obligations payable from proprietary funds are reported on the enterprise fund financial statements.

In general, governmental fund payables and accrued liabilities that, once incurred, are paid in a timely manner and in full from current financial resources, are reported as obligations of the funds. Bonds, capital leases, and long-term notes that will be paid from governmental funds are recognized as a liability in the fund financial statements when due.

- l) Use of Estimates - The preparation of financial statements in conformity with U.S. generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

COLES COUNTY, ILLINOIS
NOTES TO FINANCIAL STATEMENTS

NOTE B - EXCESS OF EXPENDITURES OVER APPROPRIATIONS IN INDIVIDUAL FUNDS

Expenditures exceeded appropriations in the following funds:

	<u>Appropriation</u>	<u>Actual Expenditure</u>
County General	\$ 9,501,230	\$ 9,637,455
Public Health	1,407,446	1,419,413
Mental Health	1,257,018	1,302,304
Emergency Telephone System	771,029	886,621

NOTE C – RESTRICTED ASSETS

The Public Building Revenue Bond Issue, Series 1993, was executed and bonds issued under terms of a resolution adopted August 30, 1993. The resolution authorized a total of \$1,600,000 in public building revenue bonds. Upon final maturity and payment of the bond issue, any surplus amounts not required shall be transferred to the County.

The Public Building Revenue Bond Issue, Series 1996, was executed and bonds issued under terms of a resolution adopted November 13, 1996. The resolution authorized a total of \$600,000 in public building revenue bonds. Upon final maturity and payment of the bond issue, any surplus amounts not required shall be transferred to the County.

NOTE D - CASH AND INVESTMENTS

The County is allowed to invest in one or more of the following: (a) interest bearing certificates of deposit, interest bearing time deposits or interest bearing savings accounts constituting direct obligations of any bank selected and designated pursuant to law; (b) shares or other forms of securities legally issuable by savings and loan associations incorporated under the laws of Illinois or any other State of the United States, provided such shares are insured by the Federal Savings and Loan Insurance Corporation; (c) bonds, notes, certificates of indebtedness, treasury bills or other securities now or hereafter issued, which are guaranteed by the full faith and credit of the United States of America as to principal and interest.

At November 30, 2006, the County had the following cash deposits and investments:

Governmental Activities:	
Cash on hand	\$ 459
Cash deposits	8,703,848
Certificates of deposit	<u>1,296,000</u>
	<u>\$10,000,307</u>
Business-Type Activities:	
Cash on hand	\$ 500
Cash deposits	<u>118,820</u>
	<u>\$ 119,320</u>
Fiduciary Funds:	
Cash on hand	\$ 2,020
Cash deposits	2,531,330
Certificates of deposit	<u>160,000</u>
	<u>\$ 2,693,350</u>
Component Units:	
Cash deposits	\$ 687,638
Certificates of deposit	<u>400,000</u>
	<u>\$ 1,087,638</u>

COLES COUNTY, ILLINOIS
NOTES TO FINANCIAL STATEMENTS

Disclosures Relating to Interest Rate Risk:

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. The County minimizes its exposure to interest rate risk by limiting its purchases of long term investments and by structuring investments to mature to meet cash requirements. At November 30, 2006, the County's investments consisted of deposits with local financial institutions. Certificates of deposits ranged in maturity from 6 months to 28 months.

Disclosures Relating to Credit Risk:

Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. The County's cash and investments held with local financial institutions are not subject to credit risk rating.

Concentration of Credit Risk:

The County's investment policy does not place limitations on the amount that can be invested in any one issuer. Cash and investments held with local financial institutions are exempt from the 5% investment in any one issuer disclosure.

Custodial Credit Risk:

Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover its deposits or will not be able to recover collateral securities that are in the possession of an outside party. Deposits in federally insured banks and savings and loans are insured up to \$100,000 per custodian (County Treasurer, County Clerk, Circuit Clerk). The County's investment policy requires that all amounts deposited or invested with financial institutions in excess of any insurance limit be collateralized by securities held by the County in the County's name. As of November 30, 2006, \$1,336,001 of cash deposits and investments were not insured or covered by collateral.

Foreign Currency Risk:

Foreign currency risk is the risk that changes in foreign exchange rates will adversely affect the fair values of deposits or investments. None of the County's deposits or investments are directly subject to foreign currency risk.

NOTE E - PROPERTY TAXES

Property taxes are levied by the Coles County Board and are collected by the Coles County Treasurer. Property is assessed on January 1 each year. Taxes for the year 2005 were levied and collected during 2006. The final dates for payment without penalty were July 30, 2006 and September 1, 2006. Significant collections are made during the week preceding the due date.

Taxes become a lien against the property if not paid by the date of the Tax Sale (normally the 3rd Monday in October).

No significant collections of property tax occur within 60 days of the close of the fiscal year.

COLES COUNTY, ILLINOIS
NOTES TO FINANCIAL STATEMENTS

NOTE F - CAPITAL ASSETS

A summary of changes in capital assets follows:

	<u>Balance</u> <u>11/30/05</u>	<u>Additions</u>	<u>Retirements</u>	<u>Balance</u> <u>11/30/06</u>
Primary Government:				
Governmental Activities:				
Land (not being depreciated)	\$ 48,266	\$ -	\$ -	\$ 48,266
Capital Assets Being Depreciated:				
Buildings and improvements	3,036,662	102,541	(3,166)	3,136,037
Accumulated depreciation	<u>(1,794,604)</u>	<u>(79,162)</u>	<u>3,166</u>	<u>(1,870,600)</u>
Buildings and improvements net	<u>1,242,058</u>	<u>23,379</u>	<u>-</u>	<u>1,265,437</u>
Equipment	1,872,580	413,360	(19,100)	2,266,840
Accumulated depreciation	<u>(1,036,242)</u>	<u>(216,281)</u>	<u>16,580</u>	<u>(1,235,943)</u>
Equipment net	<u>836,338</u>	<u>197,079</u>	<u>(2,520)</u>	<u>1,030,897</u>
Construction in progress	<u>62,527</u>	<u>14,355</u>	<u>(62,527)</u>	<u>14,355</u>
Total, Governmental Activities, Net Capital Assets	<u>\$2,189,189</u>	<u>\$ 234,813</u>	<u>\$ (65,047)</u>	<u>\$ 2,358,955</u>
Business-Type Activities:				
Capital Assets Being Depreciated:				
Equipment	\$ 12,800	\$ -	\$ (6,400)	\$ 6,400
Accumulated depreciation	<u>(6,467)</u>	<u>(1,333)</u>	<u>4,533</u>	<u>(3,267)</u>
Equipment Net	<u>\$ 6,333</u>	<u>\$ (1,333)</u>	<u>\$ (1,867)</u>	<u>\$ 3,133</u>
Component Units:				
Mental Health:				
Capital Assets Being Depreciated:				
Buildings and improvements	\$2,602,131	\$ 226,073	\$ -	\$ 2,828,204
Accumulated depreciation	<u>(1,228,592)</u>	<u>(101,026)</u>	<u>-</u>	<u>(1,329,618)</u>
Buildings and improvements net	<u>1,373,539</u>	<u>125,047</u>	<u>-</u>	<u>1,498,586</u>
Construction in progress	<u>54,084</u>	<u>-</u>	<u>(54,084)</u>	<u>-</u>
Total, Mental Health, Net Capital Assets	<u>\$1,427,623</u>	<u>\$ 125,047</u>	<u>\$ (54,084)</u>	<u>\$ 1,498,586</u>

COLES COUNTY, ILLINOIS
NOTES TO FINANCIAL STATEMENTS

	Balance 11/30/05	Additions	Retirements	Balance 11/30/06
Emergency Telephone System:				
Capital Assets Being Depreciated:				
Buildings and improvements	\$ 469,306	\$ -	\$ -	\$ 469,306
Accumulated depreciation	<u>(125,980)</u>	<u>(12,704)</u>	<u>-</u>	<u>(138,684)</u>
Buildings and improvements net	<u>343,326</u>	<u>(12,704)</u>	<u>-</u>	<u>330,622</u>
Equipment	1,206,812	252,046	(111,183)	1,347,675
Accumulated depreciation	<u>(934,932)</u>	<u>(79,859)</u>	<u>111,183</u>	<u>(903,608)</u>
Equipment net	<u>271,880</u>	<u>172,187</u>	<u>-</u>	<u>444,067</u>
Total, Emergency Telephone System, Net Capital Assets	<u>\$ 615,206</u>	<u>\$ 159,483</u>	<u>\$ -</u>	<u>\$ 774,689</u>

Public Building Commission:				
Land (not being depreciated):	\$ 614,768	\$ -	\$ -	\$ 614,768
Capital Assets Being Depreciated:				
Buildings and improvements	1,875,382	-	(764)	1,874,618
Accumulated depreciation	<u>(434,151)</u>	<u>(40,817)</u>	<u>-</u>	<u>(474,968)</u>
Buildings and improvements net	<u>1,441,231</u>	<u>(40,817)</u>	<u>(764)</u>	<u>1,399,650</u>
Total, Public Building Commission, Net Capital Assets	<u>\$2,055,999</u>	<u>\$ (40,817)</u>	<u>\$ (764)</u>	<u>\$ 2,014,418</u>

Depreciation expense was charged to functions/programs as follows:

Primary Government:	
Public Safety	\$ 140,511
Highways, Streets and Roads	22,609
General Government	108,295
Public Health	<u>24,028</u>
Total Depreciation Expense, Governmental Activities	295,443
Regional Planning	<u>1,333</u>
Total Depreciation Expense, Primary Government	<u>\$ 296,776</u>

COLES COUNTY, ILLINOIS
NOTES TO FINANCIAL STATEMENTS

NOTE G - DEFINED BENEFIT PENSION PLAN

a) Illinois Municipal Retirement Fund – Sheriff's Law Enforcement Personnel

The County SLEP's defined benefit pension plan, Illinois Municipal Retirement (IMRF), provides retirement, disability, annual cost of living adjustments and death benefits to plan members and beneficiaries. IMRF is an agent-multiple employer public employee retirement system that acts as a common investment and administrative agent for local governments and school districts in Illinois. The Illinois Pension Code establishes the benefit provisions of the plan that can only be amended by the Illinois General Assembly.

IMRF issues a financial report that includes financial statements and required supplementary information. The report may be obtained at www.imrf.org/pubs/pubs_homepage.htm or by writing to the Illinois Municipal Retirement Fund, 2211 York Road, Suite 500, Oak Brook, Illinois 60523.

Employees participating in IMRF are required to contribute 6.50 percent of their annual covered salary. The member rate is established by state statute. The County SLEP is required to contribute at an actuarially determined rate. The employer rate for calendar year 2005 was 14.94 percent of payroll. The employer contribution requirements are established and may be amended by the IMRF Board of Trustees. IMRF's unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on a closed basis (overfunded liability amortized on open basis). The amortization period at December 31, 2005 was 27 years.

For December 31, 2005, the County SLEP's annual pension cost of \$219,523 was equal to the County SLEP's required and actual contributions. The required contribution was determined as part of the December 31, 2003 actuarial valuation using the entry age actuarial cost method. The actuarial assumptions included (a) 7.50% investment rate of return (net of administrative expenses), (b) projected salary increases of 4.00% a year, attributable to inflation, (c) additional projected salary increases ranging from 0.4% to 11.6% per year depending on age and service, attributable to seniority/merit, and (d) post-retirement benefit increases of 3% annually. The actuarial value of IMRF assets was determined using techniques that smooth the effects of short-term volatility in the market value of investments over a five-year period with a 15% corridor. The assumptions used for the 2005 actuarial valuation were based on the 2002-2004 experience study.

TREND INFORMATION

<u>Actuarial Valuation Date</u>	<u>Annual Pension Cost (APC)</u>	<u>Percentage of APC Contributed</u>	<u>Net Pension Obligation</u>
12/31/05	\$ 219,523	100%	\$ -
12/31/04	203,606	100%	-
12/31/03	133,320	100%	-
12/31/02	151,652	100%	-
12/31/01	128,424	100%	-
12/31/00	155,960	100%	-
12/31/99	121,866	100%	-
12/31/98	136,073	100%	-
12/31/97	114,486	100%	-
12/31/96	106,412	100%	-

COLES COUNTY, ILLINOIS
NOTES TO FINANCIAL STATEMENTS

b) Illinois Municipal Retirement Fund – Coles County Public Building Commission Employees

The Coles County Public Building Commission Employees' defined benefit pension plan, Illinois Municipal Retirement (IMRF), provides retirement, disability, annual cost of living adjustments and death benefits to plan members and beneficiaries. IMRF is an agent-multiple employer public employee retirement system that acts as a common investment and administrative agent for local governments and school districts in Illinois. The Illinois Pension Code establishes the benefit provisions of the plan that can only be amended by the Illinois General Assembly.

IMRF issues a financial report that includes financial statements and required supplementary information. The report may be obtained at www.imrf.org/pubs/pubs_homepage.htm or by writing to the Illinois Municipal Retirement Fund, 2211 York Road, Suite 500, Oak Brook, Illinois 60523.

Employees participating in IMRF are required to contribute 4.50 percent of their annual covered salary. The member rate is established by state statute. The Coles County Public Building Commission Employees are required to contribute at an actuarially determined rate. The employer rate for calendar year 2005 was 8.61 percent of payroll. The employer contribution requirements are established and may be amended by the IMRF Board of Trustees. IMRF's unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on a closed basis (overfunded liability amortized on open basis). The amortization period at December 31, 2005 was 7 years.

For December 31, 2005, the Coles County Public Building Commission Employees' annual pension cost of \$0 was equal to the Coles County Public Building Commission Employees' required and actual contributions. The required contribution was determined as part of the December 31, 2003 actuarial valuation using the entry age actuarial cost method. The actuarial assumptions included (a) 7.50% investment rate of return (net of administrative expenses), (b) projected salary increases of 4.00% a year, attributable to inflation, (c) additional projected salary increases ranging from 0.4% to 11.6% per year depending on age and service, attributable to seniority/merit, and (d) post-retirement benefit increases of 3% annually. The actuarial value of IMRF assets was determined using techniques that smooth the effects of short-term volatility in the market value of investments over a five-year period with a 15% corridor. The assumptions used for the 2005 actuarial valuation were based on the 2002-2004 experience study.

TREND INFORMATION

<u>Actuarial Valuation Date</u>	<u>Annual Pension Cost (APC)</u>	<u>Percentage of APC Contributed</u>	<u>Net Pension Obligation</u>
12/31/05	\$ -	100%	\$ -
12/31/04	-	100%	-
12/31/03	4,901	100%	-
12/31/02	5,652	100%	-
12/31/01	5,805	100%	-
12/31/00	1,252	100%	-
12/31/99	1,252	100%	-
12/31/98	139	100%	-
12/31/97	608	100%	-
12/31/96	1,230	100%	-

In April 2004, the Coles County Public Building Commission transferred its IMRF liability to the County since it no longer has employees.

COLES COUNTY, ILLINOIS
NOTES TO FINANCIAL STATEMENTS

c) Illinois Municipal Retirement Fund – Elected County Officials

The County ECO's defined benefit pension plan, Illinois Municipal Retirement (IMRF), provides retirement, disability, annual cost of living adjustments and death benefits to plan members and beneficiaries. IMRF is an agent-multiple employer public employee retirement system that acts as a common investment and administrative agent for local governments and school districts in Illinois. The Illinois Pension Code establishes the benefit provisions of the plan that can only be amended by the Illinois General Assembly.

IMRF issues a financial report that includes financial statements and required supplementary information. The report may be obtained at www.imrf.org/pubs/pubs_homepage.htm or by writing to the Illinois Municipal Retirement Fund, 2211 York Road, Suite 500, Oak Brook, Illinois 60523.

Employees participating in IMRF are required to contribute 7.50 percent of their annual covered salary. The member rate is established by state statute. The County ECO is required to contribute at an actuarially determined rate. The employer rate for calendar year 2005 was 50.60 percent of payroll. The employer contribution requirements are established and may be amended by the IMRF Board of Trustees. IMRF's unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on a closed basis (overfunded liability amortized on open basis). The amortization period at December 31, 2005 was 7 years.

For December 31, 2005, the County ECO's annual pension cost of \$280,698 was equal to the County ECO's required and actual contributions. The required contribution was determined as part of the December 31, 2003 actuarial valuation using the entry age actuarial cost method. The actuarial assumptions included (a) 7.50% investment rate of return (net of administrative expenses), (b) projected salary increases of 4.00% a year, attributable to inflation, (c) additional projected salary increases ranging from 0.4% to 11.6% per year depending on age and service, attributable to seniority/merit, and (d) post-retirement benefit increases of 3% annually. The actuarial value of IMRF assets was determined using techniques that smooth the effects of short-term volatility in the market value of investments over a five-year period with a 15% corridor. The assumptions used for the 2005 actuarial valuation were based on the 2002-2004 experience study.

TREND INFORMATION

<u>Actuarial Valuation Date</u>	<u>Annual Pension Cost (APC)</u>	<u>Percentage of APC Contributed</u>	<u>Net Pension Obligation</u>
12/31/05	\$ 280,698	100%	\$ -
12/31/04	218,409	100%	-
12/31/03	209,893	100%	-
12/31/02	205,111	100%	-
12/31/01	169,067	100%	-
12/31/00	156,096	100%	-
12/31/99	96,695	100%	-
12/31/98	55,595	100%	-
12/31/97	12,007	100%	-

COLES COUNTY, ILLINOIS
NOTES TO FINANCIAL STATEMENTS

d) Illinois Municipal Retirement Fund – All Other Employees

The County's defined benefit pension plan, Illinois Municipal Retirement (IMRF), provides retirement, disability, annual cost of living adjustments and death benefits to plan members and beneficiaries. IMRF is an agent-multiple employer public employee retirement system that acts as a common investment and administrative agent for local governments and school districts in Illinois. The Illinois Pension Code establishes the benefit provisions of the plan that can only be amended by the Illinois General Assembly.

IMRF issues a financial report that includes financial statements and required supplementary information. The report may be obtained at www.imrf.org/pubs/pubs_homepage.htm or by writing to the Illinois Municipal Retirement Fund, 2211 York Road, Suite 500, Oak Brook, Illinois 60523.

Employees participating in IMRF are required to contribute 4.50 percent of their annual covered salary. The member rate is established by state statute. The County is required to contribute at an actuarially determined rate. The employer rate for calendar year 2005 was 8.56 percent of payroll. The employer contribution requirements are established and may be amended by the IMRF Board of Trustees. IMRF's unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on a closed basis (overfunded liability amortized on open basis). The amortization period at December 31, 2005 was 27 years.

For December 31, 2005, the County's annual pension cost of \$451,417 was equal to the County's required and actual contributions. The required contribution was determined as part of the December 31, 2003 actuarial valuation using the entry age actuarial cost method. The actuarial assumptions included (a) 7.50% investment rate of return (net of administrative expenses), (b) projected salary increases of 4.00% a year, attributable to inflation, (c) additional projected salary increases ranging from 0.4% to 11.6% per year depending on age and service, attributable to seniority/merit, and (d) post-retirement benefit increases of 3% annually. The actuarial value of IMRF assets was determined using techniques that smooth the effects of short-term volatility in the market value of investments over a five-year period with a 15% corridor. The assumptions used for the 2005 actuarial valuation were based on the 2002-2004 experience study.

TREND INFORMATION

<u>Actuarial Valuation Date</u>	<u>Annual Pension Cost (APC)</u>	<u>Percentage of APC Contributed</u>	<u>Net Pension Obligation</u>
12/31/05	\$ 451,417	100%	\$ -
12/31/04	381,408	100%	-
12/31/03	278,280	100%	-
12/31/02	265,954	100%	-
12/31/01	280,557	100%	-
12/31/00	323,567	100%	-
12/31/99	347,333	100%	-
12/31/98	320,927	100%	-
12/31/97	312,799	100%	-
12/31/96	303,270	100%	-

COLES COUNTY, ILLINOIS
NOTES TO FINANCIAL STATEMENTS

NOTE H - LONG-TERM DEBT

- a) The long-term debt of the County consists of equipment leases, general obligation bonds payable, mortgages to purchase property for the Mental Health Fund, and bonded debt for the Coles County Public Building Commission. A summary of the County's debt as of November 30, 2006, and transactions for the year then ended follows:

	Balance December 1, 2005	Additions	Retired	Balance November 30, 2006	Amount Due Within One Year
Governmental Activities:					
Bonds payable	\$ 1,005,000	\$ -	\$ 285,000	\$ 720,000	\$ 300,000
Equipment lease	-	23,701	3,670	20,031	5,363
Compensated absences	<u>172,258</u>	<u>-</u>	<u>13,072</u>	<u>159,186</u>	<u>-</u>
Total Governmental Activities Long-Term Liabilities	<u>1,177,258</u>	<u>23,701</u>	<u>301,742</u>	<u>899,217</u>	<u>305,363</u>
Business-Type Activities:					
Compensated absences	<u>17,052</u>	<u>-</u>	<u>3,264</u>	<u>13,788</u>	<u>-</u>
Total Primary Government Long- Term Liabilities	<u>\$ 1,194,310</u>	<u>\$ 23,701</u>	<u>\$ 305,006</u>	<u>\$ 913,005</u>	<u>\$ 305,363</u>
Component Units:					
Mental Health:					
Notes payable	\$ 732,984	\$ -	\$ 60,101	\$ 672,883	\$ 62,854
Compensated absences	<u>17,257</u>	<u>187</u>	<u>-</u>	<u>17,444</u>	<u>-</u>
	<u>750,241</u>	<u>187</u>	<u>60,101</u>	<u>690,327</u>	<u>62,854</u>
Emergency Telephone System:					
Notes payable	-	200,000	47,159	152,841	49,004
Compensated absences	<u>2,014</u>	<u>3,493</u>	<u>-</u>	<u>5,507</u>	<u>-</u>
	<u>2,014</u>	<u>203,493</u>	<u>47,159</u>	<u>158,348</u>	<u>49,004</u>
Public Building Commission:					
Bonds payable	<u>505,000</u>	<u>-</u>	<u>40,000</u>	<u>465,000</u>	<u>-</u>
Total Component Units Long-Term Liabilities	<u>\$ 1,257,255</u>	<u>\$ 203,680</u>	<u>\$ 147,260</u>	<u>\$ 1,313,675</u>	<u>\$ 111,858</u>

Interest expense was charged to functions as follows:

Primary Government:

Governmental Activities:

Debt service \$ 41,700

Component Units:

Mental Health 33,361
Emergency Telephone System 7,942
Public Building Commission 27,888

COLES COUNTY, ILLINOIS
NOTES TO FINANCIAL STATEMENTS

b) Compensated absences – All funds and component units

County employees are annually granted vacation, sick and personal leave in varying amounts depending on length of employment. Unused vacation time may be accumulated and carried over to a maximum of 20 days. Also, an employee will be paid up to 20 days of vacation time upon termination of employment. Up to 240 days of sick leave will be credited to an employee's IMRF account upon retirement, but is not paid out upon termination. Personal leave may not be carried over from one year to the next. Accumulated unpaid compensated absences are accrued when incurred in both the government-wide statements and the proprietary fund types. The liability for compensated absences for governmental activities is liquidated by the General Fund or by the Special Revenue Fund from which the related employee's salary is normally paid.

c) Governmental Activities

On December 14, 1993, the County issued \$1,555,000 of General Obligation Self-Insurance Bonds dated November 15, 1993. The bonds were issued for the purpose of funding the County's initial contribution to the Illinois County Insurance Trust, which provides for self-insurance against certain liability and casualty risks and for purchasing insurance policies for such purposes. Interest payment dates are June 1 and December 1 commencing December 1, 1994. Interest rate varies from 3.0% to 5.2%. Principal payments are due December 1, commencing December 1, 1994 with final payment due December 1, 2006. As of November 30, 2006 outstanding bonds payable were \$175,000.

On January 18, 2000, the County issued \$1,000,000 of General Obligation (Sales Tax Alternative Revenue Source) Bonds dated January 14, 2000. The bonds were issued for the purpose of financing the County reassessment. Interest payment dates are February 1 and August 1 commencing August 1, 2000. Interest rate varies from 4.9% to 5.6%. Principal payments are due February 1, commencing February 1, 2003 with final payment due February 1, 2010. As of November 30, 2006, outstanding bonds payable were \$545,000.

On June 27, 2006, the County entered in a capital lease with Citi Capital for the purchase of GIS equipment. The contract requires monthly payments of \$585.94 including interest at 9.471% interest. The contract expires on April 27, 2010.

d) Component Unit - Mental Health

On September 29, 2000, the Mental Health Board borrowed \$989,778 from First Mid-Illinois Bank and Trust to pay off three loans at Bank of America and to finance building remodeling. The mortgage is payable over ten years at 6.2%, but was refinanced on November 26, 2002 at 4.75%, monthly installments of \$7,788.50, and a balloon payment of \$422,991.82, due September 29, 2010. Coles County Mental Health Association, Inc. (CCMH), an Illinois Not-for-Profit Corporation, leases three properties from the Mental Health Board. The lessee is responsible for payment of taxes, utilities, insurance, repairs, and improvements to the building. As of November 30, 2006, the mortgage payable amounted to \$672,883.

e) Component Unit – Emergency Telephone System

On November 23, 2005, the Emergency Telephone System borrowed \$200,000 from Bank of America for the purchase of 911 radio equipment and furniture. There are four annual payments of \$54,985.72 at 3.91% interest. At November 30, 2006, the balance was \$152,841.

COLES COUNTY, ILLINOIS
NOTES TO FINANCIAL STATEMENTS

f) Component Unit - Public Building Commission

The Public Building Revenue Bond Issue, Series 1996, was executed and bonds issued under terms of a resolution adopted November 13, 1996. The resolution authorized a total of \$600,000 in public building revenue bonds to finance the construction of an office building for the Regional Office of Education. The bonds were issued on December 6, 1996. The bonds carry an interest rate of 5.75% with the final payment due December 1, 2021. As of November 30, 2006, outstanding bonds payable were \$465,000.

g) The annual requirements to amortize all debt at November 30, 2006, including interest payments of \$426,998 are as follows:

<u>Year Ending November 30</u>	<u>Governmental Activities</u>	<u>Mental Health</u>	<u>Emergency Telephone System</u>	<u>Public Building Commission</u>	<u>Total</u>
2007	\$ 337,418	\$ 93,462	\$ 54,986	\$ 13,369	\$ 499,235
2008	161,496	93,462	54,986	46,163	356,107
2009	159,001	93,462	54,985	45,013	352,461
2010	151,990	492,840	-	43,862	688,692
2011	-	-	-	47,569	47,569
2012-2016	-	-	-	229,988	229,988
2017-2021	-	-	-	237,407	237,407
2022	-	-	-	46,294	46,294
Total principal and interest	809,905	773,226	164,957	709,665	2,457,753
Less interest	(69,874)	(100,343)	(12,116)	(244,665)	(426,998)
Total Liability	<u>\$ 740,031</u>	<u>\$ 672,883</u>	<u>\$ 152,841</u>	<u>\$ 465,000</u>	<u>\$ 2,030,755</u>

NOTE I - OPERATING LEASES

The Public Building Commission has also entered into an operating lease of its Regional Office of Education facility to the County. The County has subleased the facility to the Regional Office of Education which is funded by nine counties. The Public Building Commission will pay bond principal, interest and administrative costs related to the Regional Office facility.

The minimum future lease income is as follows:

<u>Due December 1</u>	
2007	\$ 13,369
2008	46,163
2009	45,013
2010	43,862
2011	47,569
2012-2016	229,988
2017-2021	237,407
2022	46,294
Total	<u>\$ 709,665</u>

During the year ended November 30, 2006 rent payments of \$46,800 were received from the Regional Office of Education. Accumulated lease payments in the amount of \$12,214 have been deferred and will be recognized during future fiscal years.

COLES COUNTY, ILLINOIS
NOTES TO FINANCIAL STATEMENTS

NOTE J – RESERVED FUND BALANCES AND RESTRICTED NET ASSETS

Reserves of the governmental funds are limited to the portion of fund balance which is either not appropriable for expenditures or legally segregated for a specific use. The fund balance of the County Motor Fuel Tax Fund is reserved for road and bridge construction. The fund balance of the County General Fund is reserved for the animal shelter for a \$5,000 specific donation.

NOTE K - OPTION AGREEMENT

On November 15, 1994, the County entered into an option agreement/marketing-management agreement with Coles Together, the County's not-for-profit economic development organization. The option covers 120 acres owned by the County which Coles Together is to develop into a business park. Coles Together shall pay \$100 per year per tillable acre for all premises not previously conveyed to Coles Together or its assigns as of January 1, commencing with January 1, 1995. The option price is \$3,850 per acre. The option shall continue as long as Coles Together is engaged in activities relating to economic growth. As of November 30, 2006, options had been exercised on 42.44 acres.

NOTE L - FEDERAL GRANTS

The County has received various federal grants subject to audit under the requirement of the Single Audit Act. Reporting requirements of the Single Audit Act are included in this report on pages 86-91. The grant programs are subject to audit by agents of the granting authority, the purpose of which is to ensure compliance with conditions precedent to the granting of funds. Any liability for reimbursement which may arise as the result of these audits is not believed to be material.

NOTE M - 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 County has purchased commercial insurance for these risks. There have been no significant reductions in coverage from the prior year. No settlements have exceeded insurance coverage in each of the past three years.

NOTE N – NON-CASH ASSISTANCE

The Public Health Women-Infants-Children (WIC) program received \$410,265 of non-cash assistance in the form of food vouchers for the year ended November 30, 2006.

COLES COUNTY, ILLINOIS
NOTES TO FINANCIAL STATEMENTS

NOTE O - DEFERRED COMPENSATION PLAN

The County offers its employees three deferred compensation plans created in accordance with Internal Revenue Code Section 457. The plans, 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.

The three plans are administered by independent plan administrators, Lincoln Financial Group, Nationwide Retirement Solutions, Inc., and Edward Jones. Plan assets are invested in mutual funds and annuities.

Amendments to the laws governing Section 457 deferred compensation plans substantially became effective January 1, 1997. The County approved plan amendments such that plan assets are held in trust, with the County serving as trustee, for the exclusive benefit of the plan participants and their beneficiaries. The assets will not be diverted to any other purpose. The County's beneficial ownership of plan assets will be held for the further exclusive benefit of the plan for the exclusive benefit of participants and beneficiaries.

It is the opinion of the County's legal counsel that the County, as trustee, has no liability for plan losses but does have the duty of due care that would be required of an ordinary prudent investor.

Total plan assets as of September 30, 2006 (latest information available) are:

Lincoln Financial Group	\$ 653,984
Nationwide Retirement Solutions, Inc.	896,145
Edward Jones	<u>38,825</u>
	<u>\$ 1,588,954</u>

NOTE P – PRIOR PERIOD ADJUSTMENT

Beginning net assets were adjusted for errors in prior years. The County Sheriff's Department maintained three bank accounts for Crime Prevention, DUI Equipment, and Drug Prevention. These bank accounts and related activity failed to be included in prior fiscal years. The bank accounts have now been transferred to the Coles County Treasurer, who will serve as custodian for the accounts. The adjustment of \$20,563 was necessary to record the bank accounts on the books.

Governmental Activities:	
County General	<u>\$ 20,563</u>

SUPPLEMENTARY INFORMATION

COLES COUNTY, ILLINOIS
REQUIRED SUPPLEMENTARY INFORMATION
ANALYSIS OF FUNDING PROGRESS
November 30, 2006

Illinois Municipal Retirement Fund - Sheriff's Law Enforcement Personnel:

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) -- Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll (b-a)/c
12/31/05	\$ 5,583,436	\$ 6,762,474	\$ 1,179,038	82.56%	\$ 1,469,366	80.24%
12/31/04	4,981,822	5,516,231	534,409	90.31%	1,413,929	37.80%
12/31/03	4,595,254	4,940,976	345,722	93.00%	1,418,294	24.38%
12/31/02	4,578,667	4,744,875	166,208	96.50%	1,500,024	11.08%
12/31/01	4,819,397	4,361,032	(458,365)	110.51%	1,461,021	0.00%
12/31/00	4,267,635	3,883,378	(384,257)	109.89%	1,407,578	0.00%
12/31/99	4,286,643	3,824,525	(462,118)	112.08%	1,255,062	0.00%
12/31/98	3,345,704	3,275,183	(70,521)	102.15%	1,098,246	0.00%
12/31/97	3,446,391	3,297,411	(148,980)	104.52%	934,536	0.00%
12/31/96	2,911,438	3,142,543	231,105	92.65%	1,053,722	21.93%

Illinois Municipal Retirement Fund - Coles County Public Building Commission Employees:

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll (b-a)/c
12/31/05	\$ 16,273	\$ 11,946	(\$ 4,327)	136.22%	\$ -	0.00%
12/31/04	14,666	12,356	(2,310)	118.70%	-	0.00%
12/31/03	4,937	7,439	2,502	66.37%	2,400	104.25%
12/31/02	(20,471)	32,265	52,736	0.00%	3,600	1464.89%
12/31/01	(20,235)	29,415	49,650	0.00%	3,600	1379.17%
12/31/00	(24,183)	26,261	50,444	0.00%	3,600	1401.22%
12/31/99	(23,774)	23,446	47,220	0.00%	3,600	1311.67%
12/31/98	7,989	19,551	11,562	40.86%	300	3854.00%
12/31/97	6,270	24,790	18,520	25.29%	3,600	514.44%
12/31/96	4,844	20,867	16,023	23.21%	11,359	141.06%

COLES COUNTY, ILLINOIS
REQUIRED SUPPLEMENTARY INFORMATION
ANALYSIS OF FUNDING PROGRESS
November 30, 2006

Illinois Municipal Retirement Fund – Elected County Officials:

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll (b-a)/c)
12/31/05	\$ 32,574	\$ 2,364,901	\$ 2,332,327	1.38%	\$ 385,414	605.15%
12/31/04	72,532	2,448,729	2,376,197	2.96%	342,583	693.61%
12/31/03	(164,350)	2,069,505	2,233,855	0.00%	384,193	581.44%
12/31/02	(251,012)	1,988,238	2,239,250	0.00%	403,964	554.32%
12/31/01	(291,908)	1,750,275	2,042,183	0.00%	392,086	520.85%
12/31/00	(420,793)	1,538,517	1,959,310	0.00%	373,346	524.80%
12/31/99	(80,718)	1,184,839	1,265,557	0.00%	317,346	398.79%
12/31/98	784,088	1,795,155	1,011,067	43.68%	277,976	363.72%
12/31/97	18,949	529,179	510,230	3.58%	310,648	164.25%

Illinois Municipal Retirement Fund - All Other County Employees:

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) -- Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll (b-a)/c)
12/31/05	\$12,817,885	\$ 13,002,335	(\$ 184,450)	98.58%	\$ 5,273,564	3.50%
12/31/04	11,634,793	12,017,586	(382,793)	96.81%	4,999,486	7.66%
12/31/03	11,172,235	11,115,765	(56,470)	100.51%	4,873,552	0.00%
12/31/02	10,761,567	10,252,354	(509,213)	104.97%	4,879,896	0.00%
12/31/01	10,466,478	9,213,276	(1,253,202)	113.60%	4,691,595	0.00%
12/31/00	9,394,696	8,166,343	(1,228,353)	115.04%	4,213,114	0.00%
12/31/99	8,201,942	7,416,816	(785,126)	110.59%	3,867,860	0.00%
12/31/98	6,656,413	6,523,703	(132,710)	102.03%	3,581,780	0.00%
12/31/97	5,911,291	6,730,690	819,399	87.83%	3,366,821	24.34%
12/31/96	5,274,019	5,702,920	428,901	92.48%	3,253,719	13.18%

*Digest of Changes

The actuarial assumptions used to determine the actuarial accrued liability for 2005 are based on the 2002-2004 Experience Study.

The principal changes were:

- The 1994 Group Annuity Mortality implemented.
- Fewer members are expected to take refunds early in their career.
- For regular, ECO, and SLEP members, fewer normal and more early retirements are expected to occur.

COMBINING STATEMENTS

COLES COUNTY, ILLINOIS
COMBINING BALANCE SHEET
NON-MAJOR GOVERNMENTAL FUNDS
November 30, 2006

	Debt Service	Illinois Municipal Retirement	Tuberculosis	Law Library	Senior Citizens	Liability Protection	County Highway
ASSETS							
Cash and investments	\$ 510,556	\$ 697,044	\$ 137,395	\$ 13,191	\$ 18,430	\$ 450,852	\$ 595,292
Interest receivable	-	-	-	-	-	-	-
Accounts receivable	-	-	-	-	-	-	-
Due from other governments	-	5,413	27,016	1,007	-	-	8,146
Total Assets	<u>\$ 510,556</u>	<u>\$ 702,457</u>	<u>\$ 164,411</u>	<u>\$ 14,198</u>	<u>\$ 18,430</u>	<u>\$ 450,852</u>	<u>\$ 603,438</u>
LIABILITIES							
Accounts payable	\$ -	\$ -	\$ 960	\$ -	\$ -	\$ -	\$ 2,330
Deferred revenue	-	-	-	-	-	-	-
Total liabilities	<u>-</u>	<u>-</u>	<u>960</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,330</u>
FUND BALANCE							
Reserved for debt service	510,556	-	-	-	-	-	-
Unreserved	-	702,457	163,451	14,198	18,430	450,852	601,108
Total fund balance	<u>510,556</u>	<u>702,457</u>	<u>163,451</u>	<u>14,198</u>	<u>18,430</u>	<u>450,852</u>	<u>601,108</u>
Total Liabilities and Fund Balance	<u>\$ 510,556</u>	<u>\$ 702,457</u>	<u>\$ 164,411</u>	<u>\$ 14,198</u>	<u>\$ 18,430</u>	<u>\$ 450,852</u>	<u>\$ 603,438</u>

COLES COUNTY, ILLINOIS
COMBINING BALANCE SHEET
NON-MAJOR GOVERNMENTAL FUNDS
November 30, 2006

	GIS	Probation Service	Records Storage	Tax Sale Indemnity	Child Support Maintenance	Court Automation Fees	Treasurer's Fees	Ti
ASSETS								
Cash and investments	\$ 41,950	\$ 301,724	\$ 10,402	\$ 162,081	\$ 89,809	\$ 123,633	\$ 36,384	\$
Interest receivable	-	2,830	-	-	-	-	-	-
Accounts receivable	-	-	-	-	-	-	-	-
Due from other governments	<u>9,480</u>	<u>9,346</u>	<u>3,622</u>	<u>-</u>	<u>1,033</u>	<u>2,715</u>	<u>-</u>	<u>-</u>
Total Assets	<u>\$ 51,430</u>	<u>\$ 313,900</u>	<u>\$ 14,024</u>	<u>\$ 162,081</u>	<u>\$ 90,842</u>	<u>\$ 126,348</u>	<u>\$ 36,384</u>	<u>\$</u>
LIABILITIES								
Accounts payable	\$ 3,851	\$ 2,885	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Deferred revenue	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities	<u>3,851</u>	<u>2,885</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE								
Reserved for debt service	-	-	-	-	-	-	-	-
Unreserved	<u>47,579</u>	<u>311,015</u>	<u>14,024</u>	<u>162,081</u>	<u>90,842</u>	<u>126,348</u>	<u>36,384</u>	<u>-</u>
Total fund balance	<u>47,579</u>	<u>311,015</u>	<u>14,024</u>	<u>162,081</u>	<u>90,842</u>	<u>126,348</u>	<u>36,384</u>	<u>-</u>
Total Liabilities and Fund Balance	<u>\$ 51,430</u>	<u>\$ 313,900</u>	<u>\$ 14,024</u>	<u>\$ 162,081</u>	<u>\$ 90,842</u>	<u>\$ 126,348</u>	<u>\$ 36,384</u>	<u>\$</u>

COLES COUNTY, ILLINOIS
COMBINING BALANCE SHEET
NON-MAJOR GOVERNMENTAL FUNDS
November 30, 2006

	Court System	Vital Records Automation	Drug Prevention State's Attorney	Erroneous Tax Sale	Document Storage	Drug Interdiction Team	Public Health
ASSETS							
Cash and investments	\$ 11,899	\$ 5,853	\$ 8,907	\$ 71,674	\$ 42,142	\$ 3,025	\$ 96,588
Interest receivable	-	-	-	-	-	-	-
Accounts receivable	-	-	-	-	-	-	36,406
Due from other governments	-	628	228	-	2,722	-	-
Total Assets	<u>\$ 11,899</u>	<u>\$ 6,481</u>	<u>\$ 9,135</u>	<u>\$ 71,674</u>	<u>\$ 44,864</u>	<u>\$ 3,025</u>	<u>\$ 132,994</u>
LIABILITIES							
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 38,235
Deferred revenue	-	-	-	-	-	-	30,747
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>68,982</u>
FUND BALANCE							
Reserved for debt service	-	-	-	-	-	-	-
Unreserved	<u>11,899</u>	<u>6,481</u>	<u>9,135</u>	<u>71,674</u>	<u>44,864</u>	<u>3,025</u>	<u>64,012</u>
Total fund balance	<u>11,899</u>	<u>6,481</u>	<u>9,135</u>	<u>71,674</u>	<u>44,864</u>	<u>3,025</u>	<u>64,012</u>
Total Liabilities and Fund Balance	<u>\$ 11,899</u>	<u>\$ 6,481</u>	<u>\$ 9,135</u>	<u>\$ 71,674</u>	<u>\$ 44,864</u>	<u>\$ 3,025</u>	<u>\$ 132,994</u>

COLES COUNTY, ILLINOIS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE
NON-MAJOR GOVERNMENTAL FUNDS
Year Ended November 30, 2006

	Debt Service	Illinois Municipal Retirement	Tuberculosis	Law Library	Senior Citizens	Liability Protection	County Highway	Tipping Fee
Revenues:								
Taxes	\$ 180,831	\$ 986,389	\$ 93,405	\$ -	\$ 104,034	\$ 865,716	\$ 440,512	\$ -
Intergovernmental	-	44,258	-	-	-	-	69,916	-
Charges for services	-	-	-	10,005	-	-	-	70,105
Miscellaneous	6,498	453,054	1,209	4,104	-	2,975	47,066	35,409
Total revenues	<u>187,329</u>	<u>1,483,701</u>	<u>94,614</u>	<u>14,109</u>	<u>104,034</u>	<u>868,691</u>	<u>557,494</u>	<u>105,514</u>
Expenditures:								
General government	-	1,338,672	-	17,278	101,064	-	-	-
Health and welfare	-	-	88,848	-	-	-	-	-
Highways, streets and roads	-	-	-	-	-	-	524,721	-
Sanitation	-	-	-	-	-	-	-	97,790
Debt service	331,752	-	-	-	-	-	-	-
Total expenditures	<u>331,752</u>	<u>1,338,672</u>	<u>88,848</u>	<u>17,278</u>	<u>101,064</u>	<u>-</u>	<u>524,721</u>	<u>97,790</u>
Excess of revenues over (under) expenditures	<u>(144,423)</u>	<u>145,029</u>	<u>5,766</u>	<u>(3,169)</u>	<u>2,970</u>	<u>868,691</u>	<u>32,773</u>	<u>7,724</u>
Other Financing Sources (Uses):								
Lease proceeds	-	-	-	-	-	-	-	-
Operating transfers in	171,000	-	-	-	-	-	-	-
Operating transfers out	-	(17,040)	-	(665)	-	(858,075)	-	-
Total other financing sources (uses)	<u>171,000</u>	<u>(17,040)</u>	<u>-</u>	<u>(665)</u>	<u>-</u>	<u>(858,075)</u>	<u>-</u>	<u>-</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	<u>26,577</u>	<u>127,989</u>	<u>5,766</u>	<u>(3,834)</u>	<u>2,970</u>	<u>10,616</u>	<u>32,773</u>	<u>7,724</u>
Fund balance, beginning of year	<u>483,979</u>	<u>574,468</u>	<u>157,685</u>	<u>18,032</u>	<u>15,460</u>	<u>440,236</u>	<u>568,335</u>	<u>388,244</u>
Fund Balance, End of Year	<u>\$ 510,556</u>	<u>\$ 702,457</u>	<u>\$ 163,451</u>	<u>\$ 14,198</u>	<u>\$ 18,430</u>	<u>\$ 450,852</u>	<u>\$ 601,108</u>	<u>\$ 395,968</u>

COLES COUNTY, ILLINOIS
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE
 NON-MAJOR GOVERNMENTAL FUNDS
 Year Ended November 30, 2006

	GIS	Probation Service	Records Storage	Tax Sale Indemnity	Sheriff K-9 Corp	Child Support Maintenance	Court Automation Fees	Treasurer's Fees
Revenues:								
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	4,164	-	-	-	11,751	-	-
Charges for services	-	182,188	49,069	12,490	-	23,734	33,507	6,045
Miscellaneous	122,017	16,449	93	7,016	10	814	1,828	84
Total revenues	122,017	202,801	49,162	19,506	10	36,299	35,335	6,129
Expenditures:								
General government	125,633	91,105	-	10	333	-	-	3,129
Public health	-	-	-	-	-	-	-	-
Highways, streets and roads	-	-	-	-	-	-	-	-
Sanitation	-	-	-	-	-	-	-	-
Debt service	4,688	-	-	-	-	-	-	-
Total expenditures	130,321	91,105	-	10	333	-	-	3,129
Excess of revenues over (under) expenditures	(8,304)	111,696	49,162	19,496	(323)	36,299	35,335	3,000
Other Financing Sources (Uses):								
Lease proceeds	23,701	-	-	-	-	-	-	-
Operating transfers in	1,758	-	-	-	-	-	-	-
Operating transfers out	-	(132,153)	(47,340)	(13,211)	(6,118)	(54,011)	(52,225)	-
Total other financing sources (uses)	25,459	(132,153)	(47,340)	(13,211)	(6,118)	(54,011)	(52,225)	-
Excess of revenues and other financing sources over (under) expenditures and other financing uses	17,155	(20,457)	1,822	6,285	(6,441)	(17,712)	(16,890)	3,000
Fund balance, beginning of year	30,424	331,472	12,202	155,796	6,441	108,554	143,238	33,384
Fund Balance, End of Year	\$ 47,579	\$ 311,015	\$ 14,024	\$ 162,081	\$ -	\$ 90,842	\$ 126,348	\$ 36,384

COLES COUNTY, ILLINOIS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE
NON-MAJOR GOVERNMENTAL FUNDS
Year Ended November 30, 2006

	Public Transportation Grant	Court System	Vital Records Automation	Drug Prevention State's Attorney	Erroneous Tax Sale	Document Storage	Bicycle	Drug Interdiction Team	Public Health	Total Non-Major Governmental Funds
Revenues:										
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,670,887
Intergovernmental	187,476	-	-	9,056	-	-	-	-	830,687	1,157,308
Charges for services	-	-	9,604	-	-	32,938	-	340	393,394	823,419
Miscellaneous	-	98	32	40	9,709	287	-	-	612	709,404
Total revenues	187,476	98	9,636	9,096	9,709	33,225	-	340	1,224,693	5,361,018
Expenditures:										
General government	-	7,444	764	5,127	4,244	-	-	4,539	-	1,699,342
Public health	187,476	-	-	-	-	-	-	-	1,419,413	1,695,737
Highways, streets and roads	-	-	-	-	-	-	-	-	-	524,721
Sanitation	-	-	-	-	-	-	-	-	-	97,790
Debt service	-	-	-	-	-	-	-	-	-	336,440
Total expenditures	187,476	7,444	764	5,127	4,244	-	-	4,539	1,419,413	4,354,030
Excess of revenues over (under) expenditures	-	(7,346)	8,872	3,969	5,465	33,225	-	(4,199)	(194,720)	1,006,988
Other Financing Sources (Uses):										
Lease proceeds	-	-	-	-	-	-	-	-	-	23,701
Operating transfers in	-	-	-	-	-	-	-	-	185,940	358,698
Operating transfers out	-	-	(6,778)	-	-	(20,394)	(20)	-	-	(1,208,030)
Total other financing sources (uses)	-	-	(6,778)	-	-	(20,394)	(20)	-	185,940	(825,631)
Excess of revenues and other financing sources over (under) expenditures and other financing uses	-	(7,346)	2,094	3,969	5,465	12,831	(20)	(4,199)	(8,780)	181,357
Fund balance, beginning of year	-	19,245	4,387	5,166	66,209	32,033	20	7,224	72,792	3,675,026
Fund Balance, End of Year	\$ -	\$ 11,899	\$ 6,481	\$ 9,135	\$ 71,674	\$ 44,864	\$ -	\$ 3,025	\$ 64,012	\$ 3,856,383

COLES COUNTY, ILLINOIS
STATEMENT OF REVENUES, EXPENDITURES AND OTHER CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
DEBT SERVICE FUND
Year Ended November 30, 2006

	Original Budget	Final Budget	Actual	Positive (Negative) Final Budget
Revenues:				
Taxes - property tax	\$ 184,100	\$ 184,100	\$ 180,337	\$ (3,763)
Taxes - mobile home tax	-	-	494	494
Miscellaneous - interest income	2,000	2,000	6,498	4,498
Total revenues	<u>186,100</u>	<u>186,100</u>	<u>187,329</u>	<u>1,229</u>
Expenditures:				
Debt service:				
Principal	324,000	324,000	285,000	39,000
Interest	42,100	42,100	46,121	(4,021)
Other fees	-	-	631	(631)
Total expenditures	<u>366,100</u>	<u>366,100</u>	<u>331,752</u>	<u>34,348</u>
Excess of revenues over (under) expenditures	<u>(180,000)</u>	<u>(180,000)</u>	<u>(144,423)</u>	<u>35,577</u>
Other Financing Sources (Uses):				
Operating transfers in	<u>180,000</u>	<u>180,000</u>	<u>171,000</u>	<u>(9,000)</u>
Excess of revenues and other sources over (under) expenditures and other uses	<u>\$ -</u>	<u>\$ -</u>	<u>26,577</u>	<u>\$ 26,577</u>
Fund balance, beginning of year			<u>483,979</u>	
Fund Balance, End of Year			<u>\$ 510,556</u>	

COLES COUNTY, ILLINOIS
STATEMENT OF REVENUES, EXPENDITURES AND OTHER CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
ILLINOIS MUNICIPAL RETIREMENT FUND
Year Ended November 30, 2006

	Original Budget	Final Budget	Actual	Positive (Negative) Final Budget
Revenues:				
Taxes - property tax	\$ 980,000	\$ 980,000	\$ 984,150	\$ 4,150
Taxes - mobile home tax	2,200	2,200	2,239	39
Intergovernmental - replacement tax	30,000	30,000	44,258	14,258
Miscellaneous - interest income	-	-	15,423	15,423
Miscellaneous - reimbursements from other departments	20,000	20,000	46,905	26,905
Miscellaneous - employee withholdings	357,150	357,150	390,726	33,576
Total revenues	<u>1,389,350</u>	<u>1,389,350</u>	<u>1,483,701</u>	<u>94,351</u>
Expenditures:				
General government:				
Retirement contribution - county share	1,030,000	1,030,000	947,020	82,980
Retirement contributions - employee share	<u>357,150</u>	<u>357,150</u>	<u>391,652</u>	<u>(34,502)</u>
Total expenditures	<u>1,387,150</u>	<u>1,387,150</u>	<u>1,338,672</u>	<u>48,478</u>
Excess of revenues over expenditures	<u>2,200</u>	<u>2,200</u>	<u>145,029</u>	<u>142,829</u>
Other Financing Sources (Uses):				
Operating transfers out - interest	<u>-</u>	<u>-</u>	<u>(17,040)</u>	<u>(17,040)</u>
Excess of revenues and other sources over (under) expenditures and other uses	<u>\$ 2,200</u>	<u>\$ 2,200</u>	127,989	<u>\$ 125,789</u>
Fund balance, beginning of year			<u>574,468</u>	
Fund Balance, End of Year			<u>\$ 702,457</u>	

COLES COUNTY, ILLINOIS
STATEMENT OF REVENUES, EXPENDITURES AND OTHER CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
TUBERCULOSIS FUND
Year Ended November 30, 2006

	Original Budget	Final Budget	Actual	Positive (Negative) Final Budget
Revenues:				
Taxes - property tax	\$ 92,750	\$ 92,750	\$ 93,152	\$ 402
Taxes - mobile home tax	250	250	253	3
Miscellaneous - interest income	1,000	1,000	1,209	209
Total revenues	<u>94,000</u>	<u>94,000</u>	<u>94,614</u>	<u>614</u>
Expenditures:				
Health and welfare:				
Board meeting expenses	160	160	120	40
Salaries	55,656	55,656	55,656	-
Administrative reimbursement - County General	1,128	1,128	1,128	-
Employee health insurance	6,080	6,080	6,319	(239)
Rent	4,710	4,710	4,710	-
Insurance	460	460	457	3
Care of patients	21,500	21,500	16,256	5,244
Association dues	130	130	25	105
Nurse/patient education	250	250	284	(34)
Office expense	2,125	2,125	2,206	(81)
Nurse car expense	1,200	1,200	1,253	(53)
Office equipment	<u>600</u>	<u>600</u>	<u>434</u>	<u>166</u>
Total expenditures	<u>93,999</u>	<u>93,999</u>	<u>88,848</u>	<u>5,151</u>
Excess of revenues over expenditures	<u>\$ 1</u>	<u>\$ 1</u>	5,766	<u>\$ 5,765</u>
Fund balance, beginning of year			<u>157,685</u>	
Fund Balance, End of Year			<u>\$ 163,451</u>	

COLES COUNTY, ILLINOIS
STATEMENT OF REVENUES, EXPENDITURES AND OTHER CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
LAW LIBRARY FUND
Year Ended November 30, 2006

	Original Budget	Final Budget	Actual	Positive (Negative) Final Budget
Revenues:				
Fees from circuit clerk	\$ 13,500	\$ 13,500	\$ 10,005	\$ (3,495)
Miscellaneous - interest income	300	300	665	365
Miscellaneous - reimbursements from other departments	<u>3,800</u>	<u>3,800</u>	<u>3,439</u>	<u>(361)</u>
Total revenues	<u>17,600</u>	<u>17,600</u>	<u>14,109</u>	<u>(3,491)</u>
Expenditures:				
General government:				
Librarian expense	1,800	1,800	1,800	-
Books	14,000	14,000	15,478	(1,478)
Office equipment	<u>1,800</u>	<u>1,800</u>	<u>-</u>	<u>1,800</u>
Total expenditures	<u>17,600</u>	<u>17,600</u>	<u>17,278</u>	<u>322</u>
Excess of revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>(3,169)</u>	<u>(3,169)</u>
Other Financing Sources (Uses):				
Operating transfers out - interest	<u>-</u>	<u>-</u>	<u>(665)</u>	<u>(665)</u>
Excess of revenues and other sources over (under) expenditures and other uses	<u>\$ -</u>	<u>\$ -</u>	<u>(3,834)</u>	<u>\$ (3,834)</u>
Fund balance, beginning of year			<u>18,032</u>	
Fund Balance, End of Year			<u>\$ 14,198</u>	

COLES COUNTY, ILLINOIS
STATEMENT OF REVENUES, EXPENDITURES AND OTHER CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
SENIOR CITIZEN'S FUND
Year Ended November 30, 2006

	Original Budget	Final Budget	Actual	Positive (Negative) Final Budget
Revenues:				
Taxes - property tax	\$ 130,200	\$ 130,200	\$ 103,678	\$ (26,522)
Taxes - mobile home tax	-	-	356	356
Total revenues	<u>130,200</u>	<u>130,200</u>	<u>104,034</u>	<u>(26,166)</u>
Expenditures:				
General government:				
Senior Citizen's Center	<u>130,200</u>	<u>130,200</u>	<u>101,064</u>	<u>29,136</u>
Excess of revenues over expenditures	<u>\$ -</u>	<u>\$ -</u>	2,970	<u>\$ 2,970</u>
Fund balance, beginning of year			<u>15,460</u>	
Fund Balance, End of Year			<u>\$ 18,430</u>	

COLES COUNTY, ILLINOIS
STATEMENT OF REVENUES, EXPENDITURES AND OTHER CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
LIABILITY PROTECTION FUND
Year Ended November 30, 2006

	Original Budget	Final Budget	Actual	Positive (Negative) Final Budget
Revenues:				
Taxes - social security	\$ 560,000	\$ 560,000	\$ 562,387	\$ 2,387
Taxes - unemployment insurance	8,000	8,000	8,084	84
Taxes - workers compensation	108,200	108,200	108,669	469
Taxes - liability protection	183,300	183,300	184,081	781
Taxes - mobile home	-	-	2,495	2,495
Miscellaneous - interest income	2,000	2,000	2,975	975
Total revenues	<u>861,500</u>	<u>861,500</u>	<u>868,691</u>	<u>7,191</u>
Other Financing Sources (Uses):				
Operating transfers out - General Fund:				
Social security	560,000	560,000	559,665	335
Unemployment insurance	8,000	8,000	5,352	2,648
Workers compensation	108,200	108,200	290,082	(181,882)
Liability protection	183,300	183,300	-	183,300
Interest income	2,000	2,000	2,976	(976)
Total other sources (uses)	<u>861,500</u>	<u>861,500</u>	<u>858,075</u>	<u>3,425</u>
Excess of revenues and other sources over (under) expenditures and other uses	<u>\$ -</u>	<u>\$ -</u>	10,616	<u>\$ 10,616</u>
Fund balance, beginning of year			<u>440,236</u>	
Fund Balance, End of Year			<u>\$ 450,852</u>	

COLES COUNTY, ILLINOIS
STATEMENT OF REVENUES, EXPENDITURES AND OTHER CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
COUNTY HIGHWAY FUND
Year Ended November 30, 2006

	Original Budget	Final Budget	Actual	Positive (Negative) Final Budget
Revenues:				
Taxes - property tax	\$ 437,500	\$ 437,500	\$ 439,341	\$ 1,841
Taxes - mobile home tax	1,500	1,500	1,171	(329)
Intergovernmental - replacement tax	40,000	40,000	69,916	29,916
Miscellaneous - interest income	3,500	3,500	16,049	12,549
Miscellaneous - other	20,000	20,000	31,017	11,017
Total revenues	<u>502,500</u>	<u>502,500</u>	<u>557,494</u>	<u>54,994</u>
Expenditures:				
Highways and roads:				
Salaries	165,600	165,600	164,700	900
Administrative reimbursement - County General	15,000	15,000	14,704	296
Employee health insurance	16,000	16,000	14,482	1,518
Mileage and expense	3,000	3,000	208	2,792
Postage	1,500	1,500	788	712
Association dues	1,000	1,000	1,001	(1)
Advertising and right of way	2,500	2,500	2,415	85
Title searches	1,000	1,000	2,975	(1,975)
ROW acquisition	25,000	25,000	2,900	22,100
Maintenance of roads	150,000	150,000	129,685	20,315
Construction of roads	150,000	150,000	130,035	19,965
Rural reference signs	10,000	10,000	4,595	5,405
Office supplies	3,000	3,000	1,143	1,857
Engineering supplies	5,000	5,000	4,917	83
Vehicle expense	6,000	6,000	8,021	(2,021)
Office equipment	8,000	8,000	1,600	6,400
Maintenance equipment	15,000	15,000	8,751	6,249
Highway utilities	1,500	1,500	1,099	401
Telephone	3,000	3,000	1,123	1,877
GIS expense	15,000	15,000	20,668	(5,668)
Survey equipment	10,000	10,000	8,911	1,089
Total expenditures	<u>607,100</u>	<u>607,100</u>	<u>524,721</u>	<u>82,379</u>
Excess of revenues over (under) expenditures	<u>\$ (104,600)</u>	<u>\$ (104,600)</u>	32,773	<u>\$ 137,373</u>
Fund balance, beginning of year			<u>568,335</u>	
Fund Balance, End of Year			<u>\$ 601,108</u>	

COLES COUNTY, ILLINOIS
STATEMENT OF REVENUES, EXPENDITURES AND OTHER CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
TIPPING FEE FUND
Year Ended November 30, 2006

	Original Budget	Final Budget	Actual	Positive (Negative) Final Budget
Revenues:				
Tipping fees	\$ 92,000	\$ 92,000	\$ 70,105	\$ (21,895)
Miscellaneous - interest income	5,000	5,000	12,609	7,609
Miscellaneous	15,000	15,000	22,800	7,800
Total revenues	<u>112,000</u>	<u>112,000</u>	<u>105,514</u>	<u>(6,486)</u>
Expenditures:				
Sanitation:				
Salaries	30,000	30,000	23,700	6,300
Travel and workshops	1,000	1,000	196	804
Education materials	1,000	1,000	121	879
Roll-off program	45,000	45,000	41,516	3,484
Contingencies	4,000	4,000	-	4,000
Recycling grant	31,000	31,000	32,257	(1,257)
Total expenditures	<u>112,000</u>	<u>112,000</u>	<u>97,790</u>	<u>14,210</u>
Excess of revenues over (under) expenditures	<u>\$ -</u>	<u>\$ -</u>	7,724	<u>\$ 7,724</u>
Fund balance, beginning of year			<u>388,244</u>	
Fund Balance, End of Year			<u>\$ 395,968</u>	

COLES COUNTY, ILLINOIS
STATEMENT OF REVENUES, EXPENDITURES AND OTHER CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
GIS FUND
Year Ended November 30, 2006

	Original Budget	Final Budget	Actual	Positive (Negative) Final Budget
Revenues:				
GIS income	\$ 2,500	\$ 2,500	\$ -	\$ (2,500)
Recording fees	143,900	143,900	121,732	(22,168)
Miscellaneous - interest income	260	260	285	25
Total revenues	<u>146,660</u>	<u>146,660</u>	<u>122,017</u>	<u>(24,643)</u>
Expenditures:				
General government:				
Salaries	32,320	32,320	24,357	7,963
Administrative reimbursement	5,500	5,500	4,141	1,359
Health insurance	3,040	3,040	2,370	670
Hardware maintenance	3,500	3,500	5,120	(1,620)
Software maintenance	17,000	17,000	13,954	3,046
Computer hardware	6,000	6,000	25,756	(19,756)
Computer software	3,500	3,500	755	2,745
Travel and workshops	12,000	12,000	7,438	4,562
Contractual	29,000	29,000	5,725	23,275
Professional services	32,000	32,000	32,135	(135)
Office supplies	<u>2,800</u>	<u>2,800</u>	<u>3,882</u>	<u>(1,082)</u>
Total general government	<u>146,660</u>	<u>146,660</u>	<u>125,633</u>	<u>21,027</u>
Debt service:				
Principal	-	-	3,670	(3,670)
Interest	-	-	1,018	(1,018)
Total debt service	-	-	<u>4,688</u>	<u>(4,688)</u>
Total expenditures	<u>146,660</u>	<u>146,660</u>	<u>130,321</u>	<u>16,339</u>
Excess of revenues over (under) expenditures	-	-	<u>(8,304)</u>	<u>(8,304)</u>
Other financing sources:				
Lease proceeds	-	-	23,701	23,701
Operating transfers in	-	-	1,758	1,758
Total other financing sources	-	-	<u>25,459</u>	<u>25,459</u>
Excess of revenues and other financing sources over (under) expenditures	<u>\$ -</u>	<u>\$ -</u>	<u>17,155</u>	<u>\$ 17,155</u>
Fund balance, beginning of year			<u>30,424</u>	
Fund Balance, End of Year			<u>\$ 47,579</u>	

COLES COUNTY, ILLINOIS
STATEMENT OF REVENUES, EXPENDITURES AND OTHER CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
PROBATION SERVICE FUND
Year Ended November 30, 2006

	Original Budget	Final Budget	Actual	Positive (Negative) Final Budget
Revenues:				
Probation fees	\$ 200,000	\$ 200,000	\$ 169,359	\$ (30,641)
Drug screens	4,000	4,000	6,721	2,721
Home confinement	7,000	7,000	6,108	(892)
Juvenile Accountability grant	-	-	4,164	4,164
Miscellaneous - interest income	-	-	14,887	14,887
Miscellaneous - other	2,000	2,000	1,562	(438)
Total revenues	<u>213,000</u>	<u>213,000</u>	<u>202,801</u>	<u>(10,199)</u>
Expenditures:				
General government:				
Electronic monitoring	20,000	20,000	4,803	15,197
Training	25,000	25,000	16,783	8,217
Contractual	83,000	83,000	56,218	26,782
Drug testing	-	-	6,681	(6,681)
Equipment	80,000	80,000	6,620	73,380
Total expenditures	<u>208,000</u>	<u>208,000</u>	<u>91,105</u>	<u>116,895</u>
Excess of revenues over (under) expenditures	<u>5,000</u>	<u>5,000</u>	<u>111,696</u>	<u>106,696</u>
Other Financing Sources (Uses):				
Operating transfers out	<u>(132,153)</u>	<u>(132,153)</u>	<u>(132,153)</u>	<u>-</u>
Excess of revenues and other sources over (under) expenditures and other uses	<u>\$ (127,153)</u>	<u>\$ (127,153)</u>	<u>(20,457)</u>	<u>\$ 106,696</u>
Fund balance, beginning of year			<u>331,472</u>	
Fund Balance, End of Year			<u>\$ 311,015</u>	

COLES COUNTY, ILLINOIS
STATEMENT OF REVENUES, EXPENDITURES AND OTHER CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
PUBLIC HEALTH FUND
Year Ended November 30, 2006

	Original Budget	Final Budget	Actual	Positive (Negative) Final Budget
Revenues:				
Public health - license	\$ 400,000	\$ 400,000	\$ 393,394	\$ (6,606)
Public health - grant	819,506	819,506	830,687	11,181
Miscellaneous - interest income	1,000	1,000	612	(388)
Miscellaneous - other	<u>1,000</u>	<u>1,000</u>	<u>-</u>	<u>(1,000)</u>
Total revenues	<u>1,221,506</u>	<u>1,221,506</u>	<u>1,224,693</u>	<u>3,187</u>
Expenditures:				
Health and welfare:				
Salaries	915,246	915,246	916,762	(1,516)
Administrative reimbursement - County General	21,000	21,000	15,996	5,004
Copying	10,000	10,000	7,379	2,621
Rent	77,000	77,000	77,000	-
Travel	23,000	23,000	24,845	(1,845)
Consulting fee	1,000	1,000	-	1,000
Training	1,000	1,000	-	1,000
Administrative	50,000	50,000	50,000	-
Supplies	12,000	12,000	13,099	(1,099)
Equipment	8,000	8,000	1,913	6,087
Public education	1,000	1,000	-	1,000
VD control	1,000	1,000	-	1,000
Program expense	240,000	240,000	267,893	(27,893)
Insect control	2,200	2,200	3,010	(810)
Community service - trash pick-up	<u>45,000</u>	<u>45,000</u>	<u>41,516</u>	<u>3,484</u>
Total expenditures	<u>1,407,446</u>	<u>1,407,446</u>	<u>1,419,413</u>	<u>(11,967)</u>
Excess of revenues over (under) expenditures	<u>(185,940)</u>	<u>(185,940)</u>	<u>(194,720)</u>	<u>(8,780)</u>
Other Financing Sources (Uses):				
Operating transfers in	<u>185,940</u>	<u>185,940</u>	<u>185,940</u>	<u>-</u>
Excess of revenues and other sources over (under) expenditures and other uses	<u>\$ -</u>	<u>\$ -</u>	<u>(8,780)</u>	<u>\$ (8,780)</u>
Fund balance, beginning of year			<u>72,792</u>	
Fund Balance, End of Year			<u>\$ 64,012</u>	

COLES COUNTY, ILLINOIS
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
ALL AGENCY FUNDS
Year Ended November 30, 2006

	Balance 11/30/05	Additions	Deductions	Balance 11/30/06
Coles County Collector:				
Assets:				
Cash and investments	\$ 233,568	\$ 47,431,631	\$ 47,391,098	\$ 274,102
Interest receivable	<u>1,499</u>	<u>1,499</u>	<u>2,997</u>	<u>-</u>
Total Assets	<u>\$ 235,067</u>	<u>\$ 47,433,130</u>	<u>\$ 47,394,095</u>	<u>\$ 274,102</u>
Liabilities:				
Distributions Payable	<u>\$ 235,067</u>	<u>\$ 47,433,130</u>	<u>\$ 47,394,095</u>	<u>\$ 274,102</u>
County Clerk:				
Assets:				
Cash and Investments	<u>\$ 166,683</u>	<u>\$ 1,293,490</u>	<u>\$ 1,329,657</u>	<u>\$ 130,516</u>
Liabilities:				
Distributions Payable	<u>\$ 166,683</u>	<u>\$ 1,293,490</u>	<u>\$ 1,329,657</u>	<u>\$ 130,516</u>
Revenue Tax Stamp:				
Assets:				
Cash and investments	\$ 95,616	\$ 198,815	\$ 134,744	\$ 159,687
Inventory	<u>233,201</u>	<u>-</u>	<u>201,089</u>	<u>32,112</u>
Total Assets	<u>\$ 328,817</u>	<u>\$ 198,815</u>	<u>\$ 335,833</u>	<u>\$ 191,799</u>
Liabilities:				
Distributions Payable	<u>\$ 328,817</u>	<u>\$ 198,815</u>	<u>\$ 335,833</u>	<u>\$ 191,799</u>
County Sheriff:				
Assets:				
Cash and investments	\$ 5,439	\$ 69,978	\$ 69,145	\$ 6,272
Accounts receivable	<u>1,124</u>	<u>851</u>	<u>1,124</u>	<u>851</u>
Total Assets	<u>\$ 6,563</u>	<u>\$ 70,829</u>	<u>\$ 70,269</u>	<u>\$ 7,123</u>
Liabilities:				
Distributions Payable	<u>\$ 6,563</u>	<u>\$ 70,829</u>	<u>\$ 70,269</u>	<u>\$ 7,123</u>

COLES COUNTY, ILLINOIS
 COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
 ALL AGENCY FUNDS
 Year Ended November 30, 2006

	Balance 11/30/05	Additions	Deductions	Balance 11/30/06
Sheriff Sale Account:				
Assets:				
Cash and Investments	\$ 8	\$ -	\$ -	\$ 8
Liabilities:				
Distributions Payable	\$ 8	\$ -	\$ -	\$ 8
Sheriff Expense Account:				
Assets:				
Cash and investments	\$ 1,712	\$ 17,762	\$ 16,417	\$ 3,057
Due from other governments	1,480	-	982	498
Total Assets	\$ 3,192	\$ 17,762	\$ 17,399	\$ 3,555
Liabilities:				
Distributions Payable	\$ 3,192	\$ 17,762	\$ 17,399	\$ 3,555
Circuit Clerk:				
Assets:				
Cash and Investments	\$ 1,007,191	\$ 4,567,618	\$ 4,540,227	\$ 1,034,582
Liabilities:				
Distributions Payable	\$ 1,007,191	\$ 4,567,618	\$ 4,540,227	\$ 1,034,582
Probation District:				
Assets:				
Cash and Investments	\$ 226	\$ -	\$ 126	\$ 100
Liabilities:				
Distributions Payable	\$ 226	\$ -	\$ 126	\$ 100

COLES COUNTY, ILLINOIS
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
ALL AGENCY FUNDS
Year Ended November 30, 2006

	Balance 11/30/05	Additions	Deductions	Balance 11/30/06
Payroll Clearing:				
Assets:				
Cash and Investments	\$ 1,953	\$ 8,161	\$ 10,073	\$ 41
Liabilities:				
Due to other funds	\$ 3,816	\$ 4,014	\$ 7,830	\$ -
Distributions payable	(1,863)	4,147	2,243	41
Total Liabilities	\$ 1,953	\$ 8,161	\$ 10,073	\$ 41
Inheritance Tax:				
Assets:				
Cash and Investments	\$ 13,774	\$ 814,132	\$ 791,702	\$ 36,204
Liabilities:				
Distributions Payable	\$ 13,774	\$ 814,132	\$ 791,702	\$ 36,204
Township Motor Fuel Tax:				
Assets:				
Cash and investments	\$ 716,217	\$ 1,186,838	\$ 1,655,101	\$ 247,954
Due from other governments	96,174	190,380	192,348	94,206
Total Assets	\$ 812,391	\$ 1,377,218	\$ 1,847,449	\$ 342,160
Liabilities:				
Distributions Payable	\$ 812,391	\$ 1,377,218	\$ 1,847,449	\$ 342,160
State Township Bridge:				
Assets:				
Cash and Investments	\$ 30	\$ 138,993	\$ 38,932	\$ 100,091
Liabilities:				
Distributions Payable	\$ 30	\$ 138,993	\$ 38,932	\$ 100,091

COLES COUNTY, ILLINOIS
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
ALL AGENCY FUNDS
Year Ended November 30, 2006

	Balance 11/30/05	Additions	Deductions	Balance 11/30/06
Unknown Heirs:				
Assets:				
Cash and Investments	\$ 4	\$ -	\$ 4	\$ -
Liabilities:				
Distributions Payable	\$ 4	\$ -	\$ 4	\$ -
Condemnation:				
Assets:				
Cash and Investments	\$ 7,175	\$ 83	\$ 83	\$ 7,175
Liabilities:				
Distributions Payable	\$ 7,175	\$ 83	\$ 83	\$ 7,175
Miscellaneous Drainage:				
Assets:				
Cash and investments	\$ 559,537	\$ 203,530	\$ 205,718	\$ 557,349
Due from other governments	-	2	-	2
Total Assets	\$ 559,537	\$ 203,532	\$ 205,718	\$ 557,351
Liabilities:				
Distributions Payable	\$ 559,537	\$ 203,532	\$ 205,718	\$ 557,351
Underwater Cover Agency:				
Assets:				
Cash and Investments	\$ -	\$ -	\$ -	\$ -
Liabilities:				
Distributions Payable	\$ -	\$ -	\$ -	\$ -
Taxation Revolving Account:				
Assets:				
Cash and investments	\$ 4,796	\$ 305	\$ 291	\$ 4,810
Liabilities:				
Distributions payable	\$ 4,796	\$ 305	\$ 291	\$ 4,810

COLES COUNTY, ILLINOIS
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
ALL AGENCY FUNDS
Year Ended November 30, 2006

	Balance 11/30/05	Additions	Deductions	Balance 11/30/06
State of Illinois Tax Escrow:				
Assets:				
Cash and Investments	\$ -	\$ -	\$ -	\$ -
Liabilities:				
Distributions Payable	\$ -	\$ -	\$ -	\$ -
Sheriff's Commissary:				
Assets:				
Cash and investments	\$ 100,794	\$ 132,420	\$ 101,812	\$ 131,402
Accounts receivable	9,677	9,772	9,677	9,772
Total Assets	<u>\$ 110,471</u>	<u>\$ 142,192</u>	<u>\$ 111,489</u>	<u>\$ 141,174</u>
Liabilities:				
Accounts payable	\$ 6,543	\$ 7,389	\$ 6,543	\$ 7,389
Amount due to others	103,928	134,803	104,946	133,785
Total Liabilities	<u>\$ 110,471</u>	<u>\$ 142,192</u>	<u>\$ 111,489</u>	<u>\$ 141,174</u>
Total Agency Funds:				
Assets:				
Cash and investments	\$ 2,914,723	\$ 56,063,756	\$ 56,285,129	\$ 2,693,350
Interest receivable	1,499	1,499	2,997	-
Accounts receivable	10,801	10,623	10,801	10,623
Due from other governments	97,654	190,382	193,330	94,706
Inventory	233,201	-	201,089	32,112
Total Assets	<u>\$ 3,257,878</u>	<u>\$ 56,266,260</u>	<u>\$ 56,693,347</u>	<u>\$ 2,830,791</u>
Liabilities:				
Accounts payable	\$ 6,543	\$ 7,389	\$ 6,543	\$ 7,389
Due to other funds	3,816	4,014	7,830	-
Distributions payable	3,143,591	56,120,054	56,574,028	2,689,617
Amount due to others	103,928	134,803	104,946	133,785
Total Liabilities	<u>\$ 3,257,878</u>	<u>\$ 56,266,260</u>	<u>\$ 56,693,347</u>	<u>\$ 2,830,791</u>

ADDITIONAL INFORMATION

COLES COUNTY, ILLINOIS
SCHEDULE OF REVENUES, EXPENDITURES AND OTHER CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
COMPONENT UNIT - MENTAL HEALTH FUND
Year Ended November 30, 2006

	Original Budget	Final Budget	Actual	Positive (Negative) Final Budget
Revenues:				
Taxes - property tax	\$ 779,000	\$ 779,000	\$ 805,820	\$ 26,820
Taxes - mobile home tax	2,000	2,000	2,153	153
Intergovernmental - replacement tax	50,000	50,000	69,916	19,916
Miscellaneous - administrative services	50,000	50,000	50,000	-
Miscellaneous - administrative services building administration	7,500	7,500	-	(7,500)
Miscellaneous - copying	12,500	12,500	10,817	(1,683)
Miscellaneous - interest income	2,500	2,500	3,820	1,320
Miscellaneous - rents	300,500	300,500	335,816	35,316
Miscellaneous - CCMH property - rent	33,140	33,140	33,140	-
Miscellaneous - other	12,500	12,500	15,416	2,916
Total revenues	1,249,640	1,249,640	1,326,898	77,258
Expenditures:				
General government:				
Administration salary	7,500	7,500	-	7,500
Maintenance salary	69,900	69,900	71,065	(1,165)
Other salaries	55,787	55,787	56,717	(930)
Administrative reimbursement - County General	22,000	22,000	21,550	450
Repairs	7,500	7,500	10,813	(3,313)
Insurance - building	9,000	9,000	11,200	(2,200)
Electricity	30,000	30,000	26,386	3,614
Gas	14,000	14,000	17,568	(3,568)
Water	2,000	2,000	1,117	883
Copying	9,600	9,600	9,540	60
Maintenance supplies	18,000	18,000	27,306	(9,306)
Major projects	103,882	103,882	210,665	(106,783)
Snow and trash removal	3,000	3,000	2,282	718
Contingencies	5,000	5,000	1,942	3,058
Salaries	199,384	199,384	202,707	(3,323)
Auto lease and insurance	12,000	12,000	9,764	2,236
Employee insurance	2,800	2,800	1,475	1,325
Telephone	6,000	6,000	2,294	3,706
Travel	6,000	6,000	4,276	1,724
Legal and consultants	6,000	6,000	-	6,000
Dues and meetings	11,000	11,000	9,004	1,996
Office supplies	11,000	11,000	10,011	989
Equipment	5,000	5,000	2,798	2,202

COLES COUNTY, ILLINOIS
SCHEDULE OF REVENUES, EXPENDITURES AND OTHER CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
COMPONENT UNIT - MENTAL HEALTH FUND
Year Ended November 30, 2006

	Original Budget	Final Budget	Actual	Positive (Negative) Final Budget
CCAR Industries	125,000	125,000	127,083	(2,083)
Coles County Mental Health Association	141,000	141,000	143,083	(2,083)
Central East Alcohol and Drug Commission	119,000	119,000	121,083	(2,083)
Camp New Hope	39,000	39,000	41,500	(2,500)
Big Brothers and Big Sisters Organization	31,000	31,000	30,500	500
HOPE of East Central Illinois, NFP	31,000	31,000	33,500	(2,500)
Contingencies	<u>5,000</u>	<u>5,000</u>	<u>1,613</u>	<u>3,387</u>
Total	<u>1,107,353</u>	<u>1,107,353</u>	<u>1,208,842</u>	<u>(101,489)</u>
Debt service:				
Principal	112,946	112,946	60,101	52,845
Interest	<u>36,719</u>	<u>36,719</u>	<u>33,361</u>	<u>3,358</u>
Total	<u>149,665</u>	<u>149,665</u>	<u>93,462</u>	<u>56,203</u>
Total expenditures	<u>1,257,018</u>	<u>1,257,018</u>	<u>1,302,304</u>	<u>(45,286)</u>
Excess of revenues over (under) expenditures	<u>\$ (7,378)</u>	<u>\$ (7,378)</u>	24,594	<u>\$ 31,972</u>
Fund balance, beginning of year			<u>387,890</u>	
Fund Balance, End of Year			<u>\$ 412,484</u>	

COLES COUNTY, ILLINOIS
SCHEDULE OF REVENUES, EXPENDITURES AND OTHER CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
COMPONENT UNIT - EMERGENCY TELEPHONE SYSTEM
Year Ended November 30, 2006

	Original Budget	Final Budget	Actual	Positive (Negative) Final Budget
Revenues:				
Surcharge	\$ 457,248	\$ 457,248	\$ 476,717	\$ 19,469
Wireless surcharge	115,896	115,896	158,872	42,976
Nonemergency dispatch fees	125,000	125,000	125,001	1
Software reimbursement	41,993	41,993	41,994	1
Rent	9,000	9,000	9,000	-
Miscellaneous - interest income	18,312	18,312	25,907	7,595
Miscellaneous - other	4,000	4,000	4,496	496
Total revenues	<u>771,449</u>	<u>771,449</u>	<u>841,987</u>	<u>70,538</u>
Expenditures:				
Salaries	450,000	450,000	466,632	(16,632)
Fringe benefits	95,000	95,000	100,377	(5,377)
Employee expenses	204	204	843	(639)
Equipment maintenance	65,000	65,000	93,970	(28,970)
Telephone	80,000	80,000	85,193	(5,193)
Utilities	8,800	8,800	10,514	(1,714)
Mileage	750	750	572	178
Consultant fees	20,000	20,000	16,495	3,505
Postage	400	400	170	230
Dues and associate fees	200	200	255	(55)
Publishing and advertising	175	175	24	151
Training and education	12,500	12,500	1,647	10,853
Office supplies	5,000	5,000	7,006	(2,006)
Office equipment	20,000	20,000	6,324	13,676
Building maintenance	8,000	8,000	6,071	1,929
Miscellaneous	5,000	5,000	1,938	3,062
Depreciation	-	-	92,563	(92,563)
Total expenditures	<u>771,029</u>	<u>771,029</u>	<u>890,594</u>	<u>(119,565)</u>
Operating income (loss)	<u>420</u>	<u>420</u>	<u>(48,607)</u>	<u>(49,027)</u>
Non-Operating Revenues (Expenses):				
Interest expense	-	-	7,942	(7,942)
Excess of revenues over (under) expenditures	<u>\$ 420</u>	<u>\$ 420</u>	<u>(56,549)</u>	<u>\$ (56,969)</u>
Fund balance, beginning of year			<u>1,318,633</u>	
Fund Balance, End of Year			<u>\$ 1,262,084</u>	

COLES COUNTY, ILLINOIS
SUMMARY OF TAX CHARGE AND ASSESSMENT
For 2005 Taxes Collected in 2006

	Tax Extended	Equalized Assessed Value
Residential	\$ 26,227,530	\$ 305,576,459
Farm	6,777,820	85,968,193
Commercial	11,416,511	127,921,878
Industrial	1,558,109	18,841,053
Railroads	127,923	1,709,700
Minerals	17,502	240,861
Tax increment financing	302,711	3,358,000
Enterprise zone	<u>786,224</u>	<u>10,704,223</u>
Totals	47,214,330	<u>\$ 554,320,367</u>
Drainage	<u>140,695</u>	
Totals	<u>\$ 47,355,025</u>	

COLES COUNTY, ILLINOIS
SUMMARY OF ASSESSED VALUATION
For Taxes Collected in Fiscal Years 2006, 2005, and 2004

	2005 Assessed Valuation	2004 Assessed Valuation	2003 Assessed Valuation
1985 Revised Classifications:			
Residential	\$ 305,576,459	\$ 288,046,800	\$ 290,305,255
Farm	85,968,193	90,457,179	96,413,009
Commercial	127,921,878	119,288,452	119,530,098
Industrial	18,841,053	19,387,490	20,297,020
Railroads	1,709,700	1,972,386	2,331,445
Minerals	240,861	227,120	184,140
Tax increment financing	3,358,000	2,457,304	2,241,356
Enterprise zone	10,704,223	10,362,185	9,976,685
Totals	<u>\$ 554,320,367</u>	<u>\$ 532,198,916</u>	<u>\$ 541,279,008</u>
Township Valuations:			
Ashmore	\$ 16,284,811	\$ 16,107,347	\$ 16,888,237
Charleston	191,217,995	179,790,587	179,392,188
East Oakland	14,451,159	14,155,049	14,813,592
Humboldt	24,370,512	24,722,592	25,977,162
Hutton	10,989,116	10,808,980	11,164,760
Lafayette	90,629,098	86,124,814	86,145,143
Mattoon	144,686,407	139,076,178	142,868,983
Morgan	5,315,649	5,417,215	5,789,261
North Okaw	15,024,495	15,390,524	16,186,568
Paradise	11,708,688	11,404,483	11,693,079
Pleasant Grove	14,243,751	14,044,824	14,461,831
Seven Hickory	12,041,747	12,699,019	13,656,848
Totals	<u>\$ 550,963,428</u>	<u>\$ 529,741,612</u>	<u>\$ 539,037,652</u>
Corporations:			
Village of Ashmore	\$ 4,816,004	\$ 4,545,127	\$ 4,781,007
City of Charleston	159,243,736	150,302,057	150,902,755
Village of Humboldt	2,159,126	2,065,215	2,217,592
Village of Lerna	1,410,938	1,345,285	1,385,953
City of Mattoon	171,621,770	163,272,483	166,608,327
City of Oakland	6,198,733	5,895,425	6,126,062
Totals	<u>\$ 345,450,307</u>	<u>\$ 327,425,592</u>	<u>\$ 332,021,696</u>

COLES COUNTY, ILLINOIS
SUMMARY OF ASSESSED VALUATION
For Taxes Collected in Fiscal Years 2006, 2005, and 2004

	2005 Assessed Valuation	2004 Assessed Valuation	2003 Assessed Valuation
Schools (Coles County Assessment Only):			
Coles #1	\$ 245,768,597	\$ 233,920,921	\$ 235,287,642
Coles #2	263,748,281	254,137,844	260,630,871
Edgar #3E	2,543,774	2,738,240	2,979,100
Shelby #3C	2,292,116	2,286,817	2,367,477
Edgar #5	15,785,080	15,542,725	16,305,075
Moultrie #300	307,948	316,580	263,950
Moultrie #305	3,219,423	3,417,940	3,683,900
Douglas #306	5,639,817	6,028,750	6,485,042
Junior College #505 (Parkland)	5,573,540	5,963,210	6,416,722
Junior College #517 (Lakeland)	534,684,606	513,416,217	522,644,245
Casey-Westfield #C-4	<u>953,111</u>	<u>989,610</u>	<u>1,057,910</u>
Totals	<u>\$ 1,080,516,293</u>	<u>\$ 1,038,758,854</u>	<u>\$ 1,058,121,934</u>
Airport Authority	<u>\$ 550,963,428</u>	<u>\$ 529,741,612</u>	<u>\$ 539,037,652</u>
Miscellaneous (Coles County Assessment Only):			
Arthur Park	\$ 3,219,423	\$ 3,417,940	\$ 3,683,900
Charleston Township Park	191,217,995	179,790,587	179,392,188
East Oakland Park	14,451,159	14,155,049	14,813,592
Mattoon Township Park	144,686,407	139,076,178	142,868,983
East Oakland Cemetery	14,451,159	14,155,049	14,813,592
North Fork Conservancy District	955,194	1,000,670	1,069,280
Arcola Public Library	5,639,817	6,028,750	6,485,042
Arthur Public Library	3,219,423	3,417,940	3,683,900
Multi-Township District #1	19,766,808	19,572,264	20,602,853
Multi-Township District #2	203,260,386	192,489,606	193,049,036
Multi-Township District #3	27,273,927	26,916,327	28,052,997
Multi-Township District #5	<u>39,395,007</u>	<u>40,113,116</u>	<u>42,163,730</u>
Totals	<u>\$ 667,536,705</u>	<u>\$ 640,133,476</u>	<u>\$ 650,679,093</u>

COLES COUNTY, ILLINOIS
SUMMARY OF ASSESSED VALUATION
For Taxes Collected in Fiscal Years 2006, 2005, and 2004

	2005 Assessed Valuation	2004 Assessed Valuation	2003 Assessed Valuation
Fire (Coles County Assessment Only):			
Arthur	\$ 2,007,039	\$ 2,125,800	\$ 2,288,780
Humboldt	29,109,210	29,686,612	31,243,222
Oakland	14,474,469	14,180,689	14,841,822
Seven Hickory Morgan	12,752,618	13,352,925	14,409,182
Hindsboro	2,051,733	2,178,020	2,362,980
Ashmore	16,284,811	16,107,347	16,888,237
Hutton	10,905,105	10,722,600	11,078,890
Cooks Mills	9,383,749	9,486,764	9,909,138
Wabash	27,306,661	27,077,237	28,458,710
Lincoln	84,251,123	79,805,409	79,199,826
Totals	<u>\$ 208,526,518</u>	<u>\$ 204,723,403</u>	<u>\$ 210,680,787</u>

COLES COUNTY, ILLINOIS
SCHEDULE OF TAX RATES, EXTENSIONS AND COLLECTIONS - COUNTY FUNDS
For the Fiscal Years 2006, 2005 and 2004

	<u>2006</u>	<u>2005</u>	<u>2004</u>
Tax Rates - County Funds:			
General Fund	0.26058	0.2700	0.2690
County Highway	0.08098	0.0816	0.0780
County Township Bridge	0.04628	0.0482	0.0480
Tuberculosis	0.01717	0.0176	0.0170
Municipal Retirement	0.18140	0.1560	0.1450
Mental Health	0.14853	0.1500	0.1450
Special Services	0.20689	0.1895	0.1800
Highway Matching Tax	0.04628	0.0482	0.0480
Liability	0.03393	0.0353	0.0350
Senior Citizens Social Services	0.01911	0.0248	0.0240
Social Security	0.10366	0.1154	0.1100
Unemployment Insurance	0.00149	0.0029	0.0050
Workmen's Compensation	0.02003	0.0202	0.0200
Bonds	<u>0.03324</u>	<u>0.0344</u>	<u>0.0340</u>
Total	<u>1.19957</u>	<u>1.1941</u>	<u>1.1580</u>

Tax Extensions - County Funds:			
General Fund	\$ 1,407,805	\$ 1,402,324	\$ 1,423,174
County Highway	437,501	423,814	412,668
County Township Bridge	250,031	250,341	253,949
Tuberculosis	92,762	91,411	89,940
Municipal Retirement	980,028	810,232	767,138
Mental Health	802,445	779,069	767,138
Special Services	1,117,740	984,224	952,310
Highway Matching Tax	250,031	250,341	253,949
Liability	183,310	183,341	185,171
Senior Citizens Social Services	103,243	128,806	126,975
Social Security	560,032	599,364	581,967
Unemployment Insurance	8,050	15,062	26,453
Workmen's Compensation	108,214	104,915	105,812
Bonds	<u>179,582</u>	<u>178,667</u>	<u>179,881</u>
Totals	<u>\$ 6,480,774</u>	<u>\$ 6,201,911</u>	<u>\$ 6,126,525</u>

COLES COUNTY, ILLINOIS
SCHEDULE OF TAX RATES, EXTENSIONS AND COLLECTIONS - COUNTY FUNDS
For the Fiscal Years 2006, 2005 and 2004

	<u>2006</u>	<u>2005</u>	<u>2004</u>
Collected - County Funds:			
General Fund and Special Services	\$ 2,536,167	\$ 2,386,847	\$ 2,370,187
County Highway General	439,341	423,866	411,746
County Construction of Bridges	251,083	250,372	253,381
Tuberculosis	93,152	91,422	89,739
Municipal Retirement	984,150	810,333	765,425
Mental Health	805,820	779,166	765,425
Highway Matching Tax	251,083	250,372	253,381
Liability Protection	184,081	183,364	184,758
Senior Citizens Social Services	103,678	128,822	126,691
Social Security	562,387	599,438	580,667
Unemployment Insurance	8,084	15,064	26,394
Bonds	180,337	178,689	179,478
Workmen's Compensation	<u>108,669</u>	<u>104,928</u>	<u>105,575</u>
Totals	<u>\$ 6,508,032</u>	<u>\$ 6,202,681</u>	<u>\$ 6,112,847</u>
Percentage Collected Includes Penalties	<u>100.42%</u>	<u>100.01%</u>	<u>99.78%</u>

COLES COUNTY, ILLINOIS
SCHEDULE OF MOBILE HOME PRIVILEGE TAXES
For the Fiscal Years 2006, 2005 and 2004

	2005 Tax	2004 Tax	2003 Tax
Date Distributed	3-1-06	3-1-05	3-1-04
County	\$ 17,515.01	\$ 16,984.88	\$ 18,016.13
Airport	1,174.20	1,150.12	1,189.66
Schools	<u>73,299.43</u>	<u>74,423.47</u>	<u>76,345.59</u>
	<u>91,988.64</u>	<u>92,558.47</u>	<u>95,551.38</u>
Townships:			
Ashmore	716.24	739.34	664.66
Charleston	1,366.31	1,374.40	1,491.98
East Oakland	734.95	650.11	668.25
Humboldt	1,069.67	490.43	824.67
Hutton	754.89	762.56	677.04
Lafayette	233.21	221.53	223.94
Mattoon	1,088.70	1,008.46	1,143.51
Morgan	449.68	444.29	685.51
North Okaw	344.39	365.25	421.06
Paradise	1,574.75	1,521.41	1,546.75
Pleasant Grove	1,382.22	1,329.24	1,285.72
Seven Hickory	<u>151.73</u>	<u>201.40</u>	<u>194.07</u>
Total Townships	<u>9,866.74</u>	<u>9,108.42</u>	<u>9,827.16</u>
Corporations	13,207.15	12,919.85	15,285.50
Fire districts	2,205.27	2,139.83	2,173.86
Special districts	1,519.13	1,583.63	1,672.08
Multi township assessment districts	<u>498.88</u>	<u>355.65</u>	<u>373.91</u>
	<u>17,430.43</u>	<u>16,998.96</u>	<u>19,505.35</u>
	<u>\$ 119,285.81</u>	<u>\$ 118,665.85</u>	<u>\$ 124,883.89</u>

COLES COUNTY, ILLINOIS
LEGAL DEBT MARGIN

Assessed Valuation	\$ <u>554,320,367</u>
Statutory Debt Limitation (5.75% of assessed valuation)	\$ 31,873,421
Total Debt:	
Contracts payable	172,872
Bonds payable - self-insurance bonds	175,000
Bonds payable - Public Building Commission	465,000
Bonds payable - sales tax alternative source	545,000
Mortgage payable	<u>672,883</u>
	2,030,755
Less bonds payable exempt from the debt limitation computation	<u>(175,000)</u>
	<u>1,855,755</u>
Legal Debt Margin	\$ <u>30,017,666</u>

Note: Self-insurance bonds do not count against the debt limitation.

FEDERAL FINANCIAL COMPLIANCE SECTION

COLES COUNTY, ILLINOIS
SCHEDULE OF EXPENDITURES OF FEDERAL FINANCIAL AWARDS
Year Ended November 30, 2006

Federal Grantor/Pass-Through Grantor	Program Title	Pass-Through Grantor Number	CFDA Number	F
U.S. Department of Agriculture passed through Illinois Department of Human Services	Special Supplemental Nutrition Program for Women, Infants, and Children	11G6106000	10.557	\$
		11G7106000	10.557	
	Non-Cash Assistance	N/A	10.557	
U.S. Department of Health and Human Services passed through Illinois Department of Public Health	Summer Food Service Program for Children	7740	10.559	
U.S. Department of Agriculture passed through Illinois Department of Human Services	Women, Infants, & Children Farmer's Market	11G7106000	10.572	
U.S. Department of Justice passed through Illinois Criminal Justice Information Authority	Juvenile Training Scholarship Program	503501	16.523	
	Livescan Equipment Grant	400410	16.579	
U.S. Department of Transportation passed through Illinois Department of Transportation	Federal Transit Capital Investment Grant	3391	20.500	
	Sec. 18 Rural Public Transportation	3535	20.509	
	Operating and Administrative Assistance	3599	20.509	
U.S. Department of Transportation passed through Illinois Emergency Management Association	Hazardous Materials Emergency Preparedness	N/A	20.703	
U.S. General Services Administration passed through Illinois State Board of Elections	Help America Vote Act - Election Administration Improvement	N/A	39.011	
U.S. Department of Health and Human Services passed through Illinois Department of Public Health	Public Health Implementation	4740	66.605	
U.S. Election Assistance Commission passed through Illinois State Board of Elections	Help America Vote Act Programs	N/A	90.401	

COLES COUNTY, ILLINOIS
SCHEDULE OF EXPENDITURES OF FEDERAL FINANCIAL AWARDS
Year Ended November 30, 2006

Federal Grantor/Pass-Through Grantor	Program Title	Pass-Through Grantor Number	CFDA Number	F
U.S. Department of Health and Human Services passed through Illinois Department of Public Health	Bioterrorism Preparedness	67181015	93.283	
	Bioterrorism Preparedness	67181112	93.283	
	Bioterrorism Preparedness	77181110	93.283	
	Bioterrorism Preparedness	77181015	93.283	
	Public Health Programs - Millennium Obesity	7410	93.283	
U.S. Department of Health and Human Services passed through Illinois Department of Public Aid	Child Support Enforcement	2005-55-007	93.563	
U.S. Department of Health and Human Services passed through Illinois Department of Human Services	Title X Family Planning	11G6106000	93.217	
	Title X Family Planning	11G7106000	93.217	
	Child Care and Development Block Grant	11G6106000	93.575	
	Child Care and Development Block Grant	11G7106000	93.575	
	Title XX Block Grant	11G6106000	93.667	
	Diabetes Program	11G6106000	93.988	
	Diabetes Program	11G7106000	93.988	
	Maternal and Child Health Population Program	11G6106000	93.994	
U.S. Department of Health and Human Services passed through Illinois State Board of Elections	Help America Vote Act Programs	N/A	93.617	
U.S. Department of Homeland Security	Emergency Food and Shelter Program	N/A	97.024	
U.S. Department of Homeland Security passed through Illinois Emergency Management Agency	Hazardous Mitigation Plan Grant	N/A	97.039	
	Emergency Management Assistance Grant	N/A	97.042	
	EOC	N/A	97.067	
Totals				\$

COLES COUNTY, ILLINOIS
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Year Ended November 30, 2006

NOTE A - SIGNIFICANT ACCOUNTING POLICIES

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

NOTE B - SEC 18 RURAL PUBLIC TRANSPORTATION OPERATING AND ADMINISTRATIVE ASSISTANCE

The Coles County Council on Aging, Inc. administers this grant. The County's revenues for the year ending November 30, 2006 of \$166,937 and subsequent reimbursement to Coles County Council on Aging, Inc. are reported in the Public Transportation Grant Fund, a special revenue fund.

Grant records are maintained on a different fiscal year from the County. Following is a detail of the grant and matching funds for its year of July 1, 2005 to June 30, 2006.

	I.D.O.T. <u>Section 5311</u>	Matching <u>Title XX D.F.I.</u>
Revenues:		
Grant revenues	\$ 165,759	\$ 59,147
United Way	4,046	7,392
Local government	11,560	12,323
Donations	3,495	-
Client fees/fares	36,188	-
Other	<u>18,074</u>	<u>-</u>
Total revenues	<u>239,122</u>	<u>78,862</u>
Expenses:		
Payroll	144,605	46,627
Payroll taxes	11,359	3,828
Workers' compensation	5,988	1,829
Employee benefits	1,779	494
Travel and conferences	992	-
Communications	5,188	1,217
Advertising	2,688	-
Dues and publications	575	-
Insurance	7,293	2,649
Utilities and rent	6,920	1,099
Office supplies and expense	9,647	1,261
Gas and oil	20,797	11,942
Repairs and maintenance	14,821	7,024
Audit and accounting	6,333	746
Other	<u>422</u>	<u>146</u>
Total expenses	<u>239,407</u>	<u>78,862</u>
Excess (deficiency) of revenues over expenses before depreciation	(285)	-
Depreciation	<u>(112)</u>	<u>-</u>
Excess (Deficiency) of Revenues Over Expenses	<u>\$ (397)</u>	<u>\$ -</u>

COLES COUNTY, ILLINOIS
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Year Ended November 30, 2006

NOTE C – SUBRECIPIENTS

Coles County provided federal awards to subrecipient Coles County Council on Aging, Inc. The program provided was Sec 18 Rural Public Transportation Operating and Administrative Assistance, Federal CFDA number 20.509 in the amount of \$166,937.

NOTE D – FEDERAL LOANS

Coles County had no federal loans or loan guarantees outstanding at year end.

NOTE E – INSURANCE IN FORCE

The County had the following insurance policies in force at November 30, 2006, all insurance coverage provided by Illinois Counties Risk Management Trust, policy #05-177 for the period 12/1/05 – 12/1/06:

Workers Compensation	
Bodily injury by accident	\$100,000 each accident
Bodily injury by disease	\$100,000 each employee
Bodily injury by disease	\$500,000 policy limit
General Liability	
Coverage/Limit:	
General Aggregate	\$3,000,000
Per Occurrence	\$1,000,000
Law Enforcement	\$1,000,000 per occurrence
	\$3,000,000 aggregate
Products/Completed Operations	\$1,000,000
Personal Injury and Advertising	\$1,000,000
Employee Benefits E & O	\$1,000,000 per occurrence/aggregate
Premises Medical Payments	\$ 1,000 per person
	\$ 50,000 per occurrence
	\$ 1,000 per occurrence deductible
Auto Liability	
Coverage/Limit:	
Auto Liability	\$1,000,000 CSL
Garage Keepers Liability	\$1,000,000
No-fault	\$1,000,000
Underinsured/Uninsured Motorist	\$1,000,000
Auto Medical Payments	\$ 5,000 per person
	\$ 25,000 per accident
	\$ 1,000 per occurrence deductible
Public Officials Errors and Omissions – Claims Made	
Limit	\$1,000,000 per claim
	\$1,000,000 aggregate
	\$ 1,000 per occurrence deductible

COLES COUNTY, ILLINOIS
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Year Ended November 30, 2006

Crime

Coverage/Limit:

Blanket Employee Dishonesty	\$ 500,000
Money and Securities	\$ 500,000 inside
	\$ 500,000 outside
Money Orders and Counterfeit	
Currency	\$ 500,000
Depositors Forgery	\$ 500,000
	\$ 1,000 per occurrence deductible

Boiler and Machinery (Travelers)

Total Building and Contents Values	\$13,314,434
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Property

Deductibles:

Property	\$ 1,000 per occurrence
Auto	\$ 1,000 physical damage
Flood and Earthquake	\$ 25,000 each

Coverage to Include:

Building and Contents	\$13,914,434
Mobile/Contractors Equipment (ACV)	\$ 891,841
(unscheduled equipment maximum \$10,000 per item)	
Earthquake (including mine subsidence)	\$13,914,434
(\$100 million program aggregate)	
Flood, including backup of sewer and water seepage	\$13,914,434
(Flood Zone A excluded, \$100 million program aggregate)	
Auto Physical Damage	
(Actual cash value excluding Flood Zone A)	\$ 1,254,996
Extra Expense	\$ 750,000
Consequential Loss	INCL
Accounts Receivable	\$ 100,000
Electronic Data Processing Equipment	\$ 1,711,600
(including media and extra expense)	
Course of Construction (Builders Risk) included up to	\$ 1,000,000
Valuable Papers and Records	\$ 100,000
Architect Fees	INCL
Lease Hold Interest	INCL
Automatic Acquisition Clause – up to \$2,500,000	INCL
Ordinance or Law Coverage	\$ 1,000,000
Off Premises Power Failure as a result of fire or explosion	INCL
Cost of Excavating, Grading, Backfilling or Filling	INCL
Unintentional Error or Omission	\$ 100,000
Trees and Shrubs	\$ 10,000
(limited to \$1,000 per tree or shrub)	
(Fire, lightning, aircraft, explosion and riot or civil commotion only)	

COLES COUNTY, ILLINOIS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended November 30, 2006

SUMMARY OF AUDIT RESULTS

1. The auditor's report expresses a qualified opinion on the financial statements of Coles County, Illinois due to the omission of Management's Discussion and Analysis.
2. Two reportable conditions were disclosed during the audit of the financial statements as listed below.
3. No instances of noncompliance material to the financial statements of Coles County, Illinois were disclosed during the audit.
4. No reportable conditions relating to the audit of the major federal award programs are reported.
5. The auditor's report on compliance for the major federal award programs for Coles County, Illinois expresses an unqualified opinion on all major federal programs.
6. Audit findings that are required to be reported in accordance with Section 510(a) of OMB Circular A-133 are reported in this Schedule.
7. The programs tested as major programs were Public Health WIC Grant, CFDA #10.557 and Help America Vote Act Programs, CFDA # 90.401.
8. The threshold for distinguishing Types A and B programs was \$300,000.
9. Coles County, Illinois was determined to be a low-risk auditee.

FINDINGS-FINANCIAL STATEMENT AUDIT

REPORTABLE CONDITIONS

Finding #1

Bank Accounts:

The County Sheriff's Department maintained three bank accounts for Crime Prevention, DUI Equipment, and Drug Prevention. These bank accounts and related activity failed to be included in prior fiscal years audited financial statements. The bank accounts were transferred to the Coles County Treasurer, who now serves as custodian for the accounts and accounts for the activity in the accounts. We recommend that all County departments be made aware that any funds held in the County's name are to be accounted for and included in the County's government-wide financial statements.

Response:

The Crime Prevention, DUI Equipment and Drug Prevention accounts have been transferred to the County Treasurer's Office. All receipts and disbursements are now handled through checking accounts maintained by the County Treasurer. Notification will be sent to all department heads regarding all funds held in the County's name that are maintained by other county offices which would be subject to the County's government-wide financial audit.

COLES COUNTY, ILLINOIS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended November 30, 2006

Finding #2

Collateral for Bank Accounts:

As of November 30, 2006, \$1,336,001 of cash deposits and investments were not insured or covered by collateral. This appeared to be an oversight with collateral released when it should not have been. We recommend that more careful attention be paid in the future to the required collateral to insure that all cash deposits and investments are adequately collateralized.

Response:

The county has implemented a new policy to better track cash deposits and investments for the county. The oversight of collateralization was found and quickly corrected, more careful attention will be paid to this issue in the future.

PRIOR AUDIT FINDINGS

Finding # 1

Public Health Revenue

The County's accounting records are kept open during December 2005 in order to record revenues and expenses that are for the fiscal year ending November 30, 2005. During our testing of the cut off procedures, we discovered that grant revenues from the Illinois Department of Human Services received in December 2005, for the period from 12/1/2005 to 12/31/2005, had been recorded as revenue for the fiscal year ending November 30, 2005. The revenues were \$1,700 for the Diabetes program, \$7,900 for the Family Planning program, and \$3,300 for the Health Child Care program. These amounts have been reversed and are no longer recorded as a revenue for the fiscal year ending November 30, 2005. We recommend that more careful attention during the cut off period to determine which revenues belong with the old fiscal year and which revenues belong to the new fiscal year. This is a report finding from the prior year.

FEDERAL AWARD FINDINGS AND QUESTIONED COSTS - None