

COLES COUNTY, ILLINOIS
FINANCIAL STATEMENTS
For the Year Ended November 30, 2007

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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, 2007, 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 also 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 a management's discussion and analysis that U.S. generally accepted accounting principles has determined is required to supplement, although not required to be part of, the basic financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the discretely presented component units, each major fund, and the aggregate remaining fund information of Coles County, Illinois as of November 30, 2007, and the respective changes in financial position and, where applicable, cash flows, and the respective budgetary comparison for the County General Fund and County Farm 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 7, 2008, 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 7, 2008

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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, 2007, which collectively comprise the County's basic financial statements and have issued our report thereon dated August 7, 2008. 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 as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the County's internal control over financial reporting.

Our consideration of internal control over financial reporting was for the limited purpose described in the preceding paragraph and would not necessarily identify all deficiencies in internal control over financial reporting that might be significant deficiencies or material weaknesses. However, as discussed below, we identified certain deficiencies in internal control over financial reporting that we consider to be significant deficiencies.

A control deficiency exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the County's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the County's financial statements that is more than inconsequential will not be prevented or detected by the County's internal control. We consider the deficiencies described in the accompanying schedule of findings and questioned costs to be significant deficiencies in internal control over financial reporting.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the County's internal control.

Our consideration of the internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in the internal control that might be significant deficiencies and, accordingly, would not necessarily disclose all significant deficiencies that are also considered to be material weaknesses. However, of the significant deficiencies described above, we consider #2007-6 to be a material weakness.

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*.

Coles County, Illinois' responses to the findings identified in our audit are described in the accompanying schedule of findings and responses. We did not audit Coles County, Illinois' responses and, accordingly, we express no opinion on them.

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 7, 2008

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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, 2007. 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, 2007.

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 the 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, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of Coles County, Illinois' internal control over compliance.

A control deficiency in an entity's internal control over compliance exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect noncompliance with a type of compliance requirement of a federal program on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to administer a federal program such that there is more than a remote likelihood that noncompliance with a type of compliance requirement of a federal program that is more than inconsequential will not be prevented or detected by the entity's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that material noncompliance with a type of compliance requirement of a federal program will not be prevented or detected by the entity's internal control.

Our consideration of the internal control over compliance was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

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 7, 2008

COLES COUNTY, ILLINOIS
STATEMENT OF NET ASSETS
November 30, 2007

	Primary Government			Component Units		
	Governmental Activities	Business Type Activities	Total	Mental Health	Emergency Telephone System	Public Building Commission
ASSETS						
Cash deposits	\$ 9,067,712	\$ 161,550	\$ 9,229,262	\$ 321,053	\$ 684,476	\$ 37,696
Interest receivable	21,083	-	21,083	-	7,225	-
Miscellaneous accounts receivable	103,202	147,653	250,855	62,330	60,819	-
Due from other governments	1,396,459	-	1,396,459	64,571	-	-
Internal balances	426,000	-	426,000	-	-	(426,000)
Restricted cash deposits	134,266	-	134,266	-	-	19,843
Capital assets, net of accumulated depreciation	24,422,919	2,333	24,425,252	1,555,287	682,853	1,973,602
Long-term debt issuance costs, net of accumulated amortization	-	-	-	-	-	3,739
Total assets	<u>35,571,641</u>	<u>311,536</u>	<u>35,883,177</u>	<u>2,003,241</u>	<u>1,435,373</u>	<u>1,608,880</u>
LIABILITIES						
Accounts payable	315,284	14,798	330,082	62,601	22,896	-
Accrued interest	7,581	-	7,581	-	78	-
Accrued compensated absences	200,456	18,680	219,136	23,010	4,525	-
Accrued wages payable	127,097	-	127,097	-	-	-
Deferred income	14,467	-	14,467	-	-	8,952
Non-current liabilities:						
Due within one year	140,756	-	140,756	65,824	50,922	-
Due in more than one year	295,301	-	295,301	542,330	52,915	445,000
Total liabilities	<u>1,100,942</u>	<u>33,478</u>	<u>1,134,420</u>	<u>693,765</u>	<u>131,336</u>	<u>453,952</u>
NET ASSETS						
Invested in capital assets, net of related debt	24,406,862	2,333	24,409,195	947,133	579,016	1,102,602
Restricted for:						
Debt service	-	-	-	-	-	19,843
Animal shelter	5,000	-	5,000	-	-	-
Grant expenditures	1,565	-	1,565	-	-	-
Road and bridge construction	2,189,245	-	2,189,245	-	-	-
Unrestricted	<u>7,868,027</u>	<u>275,725</u>	<u>8,143,752</u>	<u>362,343</u>	<u>725,021</u>	<u>32,483</u>
Total Net Assets	<u>\$ 34,470,699</u>	<u>\$ 278,058</u>	<u>\$ 34,748,757</u>	<u>\$ 1,309,476</u>	<u>\$ 1,304,037</u>	<u>\$ 1,154,928</u>

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

COLES COUNTY, ILLINOIS
STATEMENT OF ACTIVITIES
Year Ended November 30, 2007

Functions/Programs:	Program Revenues						Net (Expenses) Revenue And Changes in Net Assets			
	Expenses	Fees, Fines and Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business Type Activities	Total	Component Units		
								Mental Health	Emergency Telephone System	Public Building Commission
Primary Government:										
Governmental activities:										
General government	\$ 7,615,839	\$ 3,391,294	\$ 27,797	\$ -	\$ (4,196,748)	\$ -	\$ (4,196,748)			
Public safety	3,798,501	459,715	15,551	-	(3,323,235)	-	(3,323,235)			
Health and welfare	2,015,279	478,397	1,124,736	22,886	(389,260)	-	(389,260)			
Education	83,911	-	-	-	(83,911)	-	83,911			
Highways, streets and roads	2,318,309	921,384	-	5,888,425	4,491,500	-	4,491,500			
Sanitation	112,156	100,411	-	-	(11,745)	-	(11,745)			
Debt service	25,919	-	-	-	(25,919)	-	25,919			
Total governmental activities	15,969,914	5,351,201	1,168,084	5,911,311	(3,539,318)	-	(3,539,318)			
Business type activities:										
Regional Planning	269,584	293,633	15,521	-	-	39,570	39,570			
Total business type activities	269,584	293,633	15,521	-	-	39,570	39,570			
Total primary government	\$ 16,239,498	\$ 5,644,834	\$ 1,183,605	\$ (5,911,311)	(3,539,318)	39,570	(3,499,748)			
Component Units:										
Mental Health	\$ 1,213,149	\$ 412,988	\$ -	\$ -			\$ (800,161)	\$ -	\$ -	
Emergency Telephone System	821,337	783,194	-	-			-	(38,143)	-	
Public Building Commission	73,777	46,163	-	-			-	-	(27,614)	
Total component units	\$ 2,108,263	\$ 1,242,345	\$ -	\$ -			(800,161)	(38,143)	(27,614)	
General Revenues										
Taxes:										
Property taxes					5,603,994	-	5,603,994	796,656	-	-
Penalties and interest					116,194	-	116,194	-	-	-
Personal property replacement tax					307,347	-	307,347	82,687	-	-
Income tax					986,717	-	986,717	-	-	-
Sales tax					1,650,896	-	1,650,896	-	-	-
Use tax					145,844	-	145,844	-	-	-
Inheritance tax					111,893	-	111,893	-	-	-
Interest income					320,877	5,438	326,315	5,353	33,853	345
Gain (loss) on disposal of assets					(3,205)	-	(3,205)	-	-	-
Miscellaneous					525,464	501	525,965	4,198	46,243	-
Total general revenues and transfers					9,766,021	5,939	9,771,960	888,894	80,096	345

COLES COUNTY, ILLINOIS
STATEMENT OF ACTIVITIES
Year Ended November 30, 2007

	Net (Expenses) Revenue And Changes in Net Assets					
			Component Units			
	Governmental Activities	Business Type Activities	Total	Mental Health	Emergency Telephone System	Public Building Commission
Change in net assets	6,226,703	45,509	6,272,212	88,733	41,953	(27,269)
Net assets, beginning of year	12,472,296	232,549	12,704,845	1,220,743	1,262,084	1,182,197
Prior period adjustment	15,771,700	-	15,771,700	-	-	-
Net assets, beginning of year, as restated	28,243,996	232,549	28,476,545	1,220,743	1,262,084	1,182,197
Net Assets, End of Year	\$ 34,470,699	\$ 278,058	\$ 34,748,757	\$ 1,309,476	\$ 1,304,037	\$ 1,154,928

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

COLES COUNTY, ILLINOIS
BALANCE SHEET
GOVERNMENTAL FUNDS
November 30, 2007

	County General	County Farm	County Motor Fuel Tax	Other Governmental Funds	Total Governmental Funds	Component Unit Mental Health
ASSETS						
Cash deposits	\$ 1,598,267	\$ 172,512	\$ 2,128,126	\$ 5,168,807	\$ 9,067,712	\$ 321,053
Interest receivable	331	545	6,020	14,187	21,083	-
Accounts receivable	600	-	-	102,365	102,965	62,330
Due from other funds	237	426,000	-	-	426,237	-
Due from other governments	1,014,145	-	56,456	325,858	1,396,459	64,571
Restricted cash deposits	134,266	-	-	-	134,266	-
Total Assets	<u>\$ 2,747,846</u>	<u>\$ 599,057</u>	<u>\$ 2,190,602</u>	<u>\$ 5,611,217</u>	<u>\$ 11,148,722</u>	<u>\$ 447,954</u>
LIABILITIES						
Accounts payable	\$ 138,335	\$ -	\$ 57	\$ 176,892	\$ 315,284	\$ 62,601
Accrued wages payable	127,097	-	-	-	127,097	-
Deferred revenue	-	-	-	14,467	14,467	-
Total liabilities	<u>265,432</u>	<u>-</u>	<u>57</u>	<u>191,359</u>	<u>456,848</u>	<u>62,601</u>
FUND BALANCE						
Fund Balance:						
Reserved for debt service	-	-	-	350,836	350,836	-
Reserved for road and bridge construction	-	-	2,190,545	-	2,190,545	-
Reserved for grant expenditures	1,565	-	-	-	1,565	-
Reserved for animal shelter	5,000	-	-	-	5,000	-
Unreserved:						
General funds	2,475,849	599,057	-	-	3,074,906	-
Special revenue funds	-	-	-	5,069,022	5,069,022	-
Component unit	-	-	-	-	-	385,353
Total fund balance	<u>2,482,414</u>	<u>599,057</u>	<u>2,190,545</u>	<u>5,419,858</u>	<u>10,691,874</u>	<u>385,353</u>
Total Liabilities and Fund Balance	<u>\$ 2,747,846</u>	<u>\$ 599,057</u>	<u>\$ 2,190,602</u>	<u>\$ 5,611,217</u>	<u>\$ 11,148,722</u>	<u>\$ 447,954</u>

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, 2007

Total fund balance - total governmental funds		\$ 10,691,874
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.		24,422,919
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.		(7,581)
Accrued compensated absences are not due and payable in the current period and, therefore, they are not reported in the governmental funds balance sheet.		(200,456)
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	\$ 140,756	
Due in more than one year	<u>295,301</u>	<u>(436,057)</u>
Net Assets of Governmental Activities		<u>\$ 34,470,699</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, 2007

Total fund balance - governmental component unit		\$	385,353
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.			1,555,287
Accrued compensated absences are not due and payable in the current period and, therefore, they are not reported in the governmental funds balance sheet.			(23,010)
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	\$	65,824	
Due in more than one year		<u>542,330</u>	<u>(608,154)</u>
Net Assets of Governmental Component Unit		\$	<u>1,309,476</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, 2007

	County General	County Farm	County Motor Fuel Tax	Other Governmental Funds	Total Governmental Funds	Component Unit Mental Health
Revenues:						
Taxes	\$ 4,306,435	\$ -	\$ -	\$ 3,064,649	\$ 7,371,084	\$ 796,656
Intergovernmental	2,142,084	7,756	921,384	1,389,682	4,460,906	82,687
Charges for services	1,396,702	-	-	794,461	2,191,163	-
Fines and forfeits	508,549	-	-	-	508,549	-
On behalf payment	-	-	5,888,425	-	5,888,425	-
Miscellaneous	568,672	14,883	266,461	1,082,486	1,932,502	422,539
Total revenues	<u>8,922,442</u>	<u>22,639</u>	<u>7,076,270</u>	<u>6,331,278</u>	<u>22,352,629</u>	<u>1,301,882</u>
Expenditures:						
General government	5,859,401	-	-	1,849,986	7,709,387	1,232,563
Public safety	3,768,565	-	-	-	3,768,565	-
Health and welfare	223,823	-	-	1,758,846	1,982,669	-
Education	83,911	-	-	-	83,911	-
Highways, streets and roads	-	-	6,772,283	1,932,287	8,704,570	-
Sanitation	-	-	-	112,156	112,156	-
Debt service	-	-	-	336,518	336,518	316,450
Total expenditures	<u>9,935,700</u>	<u>-</u>	<u>6,772,283</u>	<u>5,989,793</u>	<u>22,697,776</u>	<u>1,549,013</u>
Excess of revenues over (under) expenditures	<u>(1,013,258)</u>	<u>22,639</u>	<u>303,987</u>	<u>341,485</u>	<u>(345,147)</u>	<u>(247,131)</u>
Other Financing Sources (Uses):						
Loan proceeds	-	-	-	-	-	220,000
Operating transfers in	1,261,839	-	-	354,600	1,616,439	-
Operating transfers out	<u>(354,500)</u>	<u>-</u>	<u>-</u>	<u>(1,251,682)</u>	<u>(1,606,182)</u>	<u>-</u>
Total other financing sources (uses)	<u>907,339</u>	<u>-</u>	<u>-</u>	<u>(897,082)</u>	<u>10,257</u>	<u>220,000</u>
Excess of revenues and other sources over (under) expenditures and other financing uses	<u>(105,919)</u>	<u>22,639</u>	<u>303,987</u>	<u>(555,597)</u>	<u>(334,890)</u>	<u>(27,131)</u>
Fund balance, beginning of year	<u>2,588,333</u>	<u>576,418</u>	<u>1,886,558</u>	<u>5,975,455</u>	<u>11,026,764</u>	<u>412,484</u>
Fund Balance, End of Year	<u>\$ 2,482,414</u>	<u>\$ 599,057</u>	<u>\$ 2,190,545</u>	<u>\$ 5,419,858</u>	<u>\$ 10,691,873</u>	<u>\$ 385,353</u>

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, 2007

Net change in governmental fund balance	\$ (334,890)
---	--------------

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.

6,295,469

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.

303,974

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.

6,625

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.

(41,270)

The County disposed of capital assets resulting in a loss on disposal
of assets of \$3,205.

(3,205)

Change in Net Assets of Governmental Activities

\$ 6,226,703

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, 2007

Net change in governmental component unit fund balance	\$ (27,131)
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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.

56,701

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.

64,729

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.

(5,566)

Change in Net Assets of Governmental Component Unit

\$ 88,733

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, 2007

	Original Budget	Final Budget	Actual	Positive (Negative) Final Budget
Revenues:				
Taxes:				
Property tax	\$ 1,478,190	\$ 1,478,190	\$ 1,411,733	\$ (66,457)
Property tax special services	1,173,585	1,173,585	1,120,895	(52,690)
County sales tax - supplemental	1,325,000	1,325,000	1,362,171	37,171
Mobile home privilege tax	6,500	6,500	6,717	217
Sales tax	300,000	300,000	288,725	(11,275)
Tax penalties and interest	115,000	115,000	116,194	1,194
Intergovernmental:				
Personal property replacement tax	60,000	60,000	89,630	29,630
Inheritance tax fees	40,000	40,000	111,893	71,893
Illinois income tax	905,000	905,000	986,717	81,717
State use tax	125,000	125,000	145,844	20,844
States attorney salary	143,200	143,200	142,898	(302)
Assistant states attorney salary	7,200	7,200	8,400	1,200
Public defender salary	93,000	93,000	92,991	(9)
Probation office salary	263,135	263,135	262,948	(187)
Supervisor of assessment salary	24,400	24,400	25,200	800
Fringe benefit reimbursement	39,000	39,000	36,235	(2,765)
Emergency service and disaster refunds	12,000	12,000	11,537	(463)
Probation salary - Cumberland County	38,961	38,961	38,852	(109)
Police training reimbursement	17,000	17,000	13,493	(3,507)
Coles Together salary reimbursement	170,000	170,000	157,348	(12,652)
Violent crime victims assistance grant	-	-	16,000	16,000
Emergency management grants	-	-	2,098	2,098
Charges for services:				
Animal control fees	35,000	35,000	46,396	11,396
Animal registration fees	50,000	50,000	52,486	2,486
Animal shelter - cities income	40,000	40,000	41,896	1,896
County clerk fees	285,000	285,000	276,089	(8,911)
County clerk revenue stamps	50,000	50,000	50,618	618
Work release fees	5,000	5,000	2,018	(2,982)
Court fee	75,000	75,000	61,935	(13,065)
Circuit clerk fees	500,000	500,000	479,988	(20,012)
Circuit clerk public defender fees	50,000	50,000	54,695	4,695
Circuit clerk operation & administration fees	-	-	2,956	2,956
Sheriff housing foreign prisoners	-	-	2,000	2,000
Mental evaluation treatment fees	10,000	10,000	2,545	(7,455)

COLES COUNTY, ILLINOIS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
COUNTY GENERAL FUND
Year Ended November 30, 2007

	Original Budget	Final Budget	Actual	Positive (Negative) Final Budget
Sheriff fees	75,000	75,000	73,814	(1,186)
Sheriff K-9 fees	-	-	11,000	11,000
Drug court fees	10,000	10,000	27,585	17,585
Drug prevention fees	-	-	1,865	1,865
DUI equipment fees	-	-	19,177	19,177
Police vehicle fees	-	-	2,045	2,045
Court security fee	177,000	177,000	176,772	(228)
Coroner transcripts and fees	3,000	3,000	1,543	(1,457)
Treasurers fees	-	-	9,279	9,279
Fines and forfeits:				
States attorney	550,000	550,000	508,549	(41,451)
Miscellaneous:				
Interest earnings	60,000	60,000	41,155	(18,845)
Interest earnings from county collector	17,000	17,000	7,610	(9,390)
Donations	10,000	10,000	16,822	6,822
Rents and refunds	100,000	100,000	22,858	(77,142)
Reimbursement - fuel	77,500	77,500	87,257	9,757
Reimbursement - health insurance	150,000	150,000	145,140	(4,860)
Reimbursement - general administration	35,000	35,000	33,284	(1,716)
Reimbursement - jail inmate medical	5,000	5,000	3,792	(1,208)
Employee health insurance withholding	190,000	190,000	169,056	(20,944)
Court ordered restitution	2,000	2,000	1,671	(329)
Liquor license fees	3,000	3,000	3,000	-
Cable TV franchise fees	20,000	20,000	18,904	(1,096)
Copies	22,000	22,000	18,123	(3,877)
Total revenues	8,942,671	8,942,671	8,922,442	(20,229)
Expenditures:				
County Administration:				
County board committee work	58,800	58,800	58,800	-
County board mileage	4,750	7,185	7,185	-
County board secretary	39,225	39,228	39,228	-
Coles Together salary	170,000	146,167	146,167	-
Internship program	12,600	11,883	11,883	-
Employer health insurance	725,000	734,752	734,752	-
County share of social security	580,000	590,765	590,765	-
Unemployment compensation	15,000	13,687	13,687	-
Postage equipment maintenance	2,200	3,658	3,658	-
Insurance	293,500	306,737	306,697	40
Professional audit	38,000	33,250	33,250	-
County Officers Association dues and expense	3,000	1,150	1,150	-
Publishing notices	2,500	4,401	4,401	-

COLES COUNTY, ILLINOIS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
COUNTY GENERAL FUND
Year Ended November 30, 2007

	Original Budget	Final Budget	Actual	Positive (Negative) Final Budget
Office supplies - County Board	4,000	3,791	3,831	(40)
Postage	2,500	2,329	2,329	-
Fleet fuel	77,500	87,230	87,230	-
Office equipment	1,500	-	-	-
Emergency expense	2,000	14,732	14,732	-
Labor negotiations	1,000	7,863	7,863	-
County hearing officer	3,000	1,270	1,270	-
Strategic plan expenses	-	240	-	240
	<u>2,036,075</u>	<u>2,069,118</u>	<u>2,068,878</u>	<u>240</u>
Computer Services:				
Maintenance - repair of equipment	10,800	-	-	-
Computer programs	700	-	-	-
Computer program maintenance	80,221	59,022	59,022	-
Software upgrade	17,200	16,420	16,420	-
Computer equipment	10,890	9,895	9,895	-
	<u>119,811</u>	<u>85,337</u>	<u>85,337</u>	<u>-</u>
Planning Commission:				
Reimbursement for services	96,950	96,950	96,950	-
Public Services:				
Soil conservation	20,250	20,250	20,250	-
Coles County extension	35,700	35,700	35,700	-
Economic development	50,000	50,000	50,000	-
	<u>105,950</u>	<u>105,950</u>	<u>105,950</u>	<u>-</u>
County Treasurer:				
County treasurer salaries	213,195	213,176	213,176	-
Maintenance - repair of equipment	3,500	1,690	1,690	-
Training and travel	3,000	3,041	3,041	-
Postage	14,000	13,629	13,629	-
Office equipment	1,000	762	762	-
Association dues	450	120	120	-
Publishing assessments	5,000	4,845	4,845	-
Office supplies - other	4,000	3,971	3,971	-
Tax collection supplies	5,000	4,709	4,709	-
	<u>249,145</u>	<u>245,943</u>	<u>245,943</u>	<u>-</u>
County Clerk:				
Election judges	30,100	21,857	21,857	-
Salaries	249,370	245,828	245,828	-
Maintenance - repair of equipment	2,500	-	-	-
Travel and training	3,000	2,484	2,484	-
Recording births and deaths	1,550	1,352	1,352	-
Postage	24,400	23,864	23,864	-

COLES COUNTY, ILLINOIS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
COUNTY GENERAL FUND
Year Ended November 30, 2007

	Original Budget	Final Budget	Actual	Positive (Negative) Final Budget
Association dues	295	295	295	-
Publishing notices	8,000	7,804	7,804	-
Office supplies	4,000	8,212	8,212	-
Election supplies expense	168,000	114,584	114,584	-
Voter registration expense	3,500	3,287	3,287	-
Office equipment	3,000	3,349	3,349	-
	<u>497,715</u>	<u>432,916</u>	<u>432,916</u>	<u>-</u>
Record Storage:				
Salaries	3,155	-	-	-
Expenses	42,000	27,929	27,929	-
	<u>45,155</u>	<u>27,929</u>	<u>27,929</u>	<u>-</u>
Vital Records Automation:				
Salaries	1,000	3,620	3,620	-
Supplies	4,644	-	-	-
Expenses	4,644	1,081	1,081	-
	<u>10,288</u>	<u>4,701</u>	<u>4,701</u>	<u>-</u>
Document Storage:				
Salaries	45,445	22,370	22,370	-
Expenses	1,500	11,892	11,892	-
	<u>46,945</u>	<u>34,262</u>	<u>34,262</u>	<u>-</u>
Court Automation:				
Salaries	48,495	35,059	35,059	-
Expenses	21,000	4,192	4,192	-
	<u>69,495</u>	<u>39,251</u>	<u>39,251</u>	<u>-</u>
Circuit Clerk:				
Circuit clerk salaries	285,257	285,256	285,256	-
Maintenance - repair of equipment	1,500	3,982	3,982	-
Travel	1,000	521	521	-
Postage	6,500	7,558	7,558	-
Office equipment	1,000	903	903	-
Association dues	350	325	325	-
Office supplies	20,000	21,655	21,655	-
	<u>315,607</u>	<u>320,200</u>	<u>320,200</u>	<u>-</u>
Courts:				
Associate judge secretary	27,295	27,295	27,295	-
Administrative assistant	32,609	32,610	32,610	-
County share judges salary	2,500	2,302	2,302	-
Maintenance - repair of equipment	1,000	406	406	-
Judges travel and education	4,600	4,919	4,919	-
Juror fees	27,500	18,850	18,850	-

COLES COUNTY, ILLINOIS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
COUNTY GENERAL FUND
Year Ended November 30, 2007

	Original Budget	Final Budget	Actual	Positive (Negative) Final Budget
Postage	1,000	607	607	-
Dieting jurors	1,000	1,088	1,088	-
Office supplies	8,000	13,275	13,275	-
Chief judges expense	689	689	689	-
Office equipment	5,000	3,368	3,368	-
	111,193	105,409	105,409	-
States Attorney:				
Salaries	487,651	487,399	487,399	-
Salary - States Attorney	144,684	154,987	154,987	-
Victim-Witness Coordinator	200	74	74	-
Maintenance - repair of equipment	13,000	10,424	10,424	-
Travel expense	4,500	5,017	5,017	-
Convention expense	5,000	3,246	3,246	-
Check diversion expense	10,000	6,606	6,606	-
Investigation auto	750	1,324	1,324	-
Books	7,000	8,599	8,599	-
Special court reporter	1,500	309	309	-
Foreign witness	1,000	716	716	-
Foreign services	200	25	25	-
Postage	3,800	3,236	3,236	-
Association dues	2,400	1,897	1,897	-
Publishing	500	426	426	-
Appellate assistance project	15,000	15,000	15,000	-
Office supplies	9,000	11,229	11,229	-
Office equipment	500	2,063	2,063	-
Medical - mental expenses	10,000	10,661	10,661	-
	716,685	723,238	723,238	-
Building Maintenance and Construction:				
Overtime - call back pay	2,100	2,809	2,809	-
Janitor salaries	143,800	141,827	141,827	-
Equipment maintenance	20,000	20,122	20,122	-
Equipment repair	22,000	25,794	31,861	(6,067)
General maintenance - courthouse	13,000	8,514	8,514	-
General maintenance - jail	15,600	21,232	21,232	-
General maintenance - animal shelter	1,500	1,506	1,506	-
Telephone	65,000	64,941	64,941	-
Fuel and lights - courthouse	70,000	75,180	75,180	-
Fuel and lights - jail	62,000	75,932	75,932	-
Fuel and lights - animal shelter	4,500	5,401	5,401	-
Water - courthouse and jail	28,000	32,522	32,522	-

COLES COUNTY, ILLINOIS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
COUNTY GENERAL FUND
Year Ended November 30, 2007

	Original Budget	Final Budget	Actual	Positive (Negative) Final Budget
Travel	300	-	-	-
Building supplies	23,000	20,768	20,768	-
Building equipment	3,000	9,695	3,628	6,067
Improvements of land and buildings	70,000	51,354	51,354	-
	<u>543,800</u>	<u>557,597</u>	<u>557,597</u>	<u>-</u>
Supervisor of Assessments:				
Board of review - salaries	12,000	12,000	12,000	-
Supervisor of Assessments - salaries	175,950	184,560	184,560	-
Industrial appraisal	1,000	-	-	-
Maintenance - repair of equipment	5,000	5,231	5,231	-
Travel expense	5,000	4,998	4,998	-
Postage	10,000	17,834	17,834	-
Association dues	600	553	553	-
Publishing assessments	20,000	30,028	30,028	-
Training	3,000	-	-	-
Board of review - expense	1,500	1,501	1,501	-
Office supplies	9,000	9,001	9,001	-
Office equipment	2,500	792	792	-
	<u>245,550</u>	<u>266,498</u>	<u>266,498</u>	<u>-</u>
Jury Commission:				
Commission per diem	1,000	900	900	-
Secretary salary	31,312	31,312	31,312	-
Part-time salary	2,200	360	360	-
Maintenance - repair of equipment	2,500	650	650	-
Postage	2,500	2,512	2,512	-
Office supplies	1,500	1,356	1,356	-
	<u>41,012</u>	<u>37,090</u>	<u>37,090</u>	<u>-</u>
Public Defender:				
Public defender salary	139,500	139,500	139,500	-
Assistant public defenders salaries	190,199	190,194	190,194	-
Secretary salary	32,316	34,796	34,796	-
Investigator salary	20,000	18,333	18,333	-
Office equipment	1,000	1,263	1,263	-
Court appointed counsel	10,000	33,553	33,553	-
Expenses	30,710	27,939	27,939	-
	<u>423,725</u>	<u>445,578</u>	<u>445,578</u>	<u>-</u>
Contingencies:				
County board contingency reserve	<u>70,244</u>	<u>28,242</u>	<u>-</u>	<u>28,242</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, 2007

	Original Budget	Final Budget	Actual	Positive (Negative) Final Budget
Emergency Services and Disaster Agency:				
Civil defense salary - director	15,000	15,000	15,000	-
Teletype	1,160	1,152	1,152	-
Communications	11,550	9,471	9,471	-
Training	1,050	19	19	-
Postage	150	45	45	-
Office supplies	600	455	455	-
Rescue truck travel	1,700	826	826	-
Other office expense	1,000	1,088	1,088	-
Safety equipment	2,000	2,076	2,076	-
Emergency management grants	-	1,872	1,872	-
	<u>34,210</u>	<u>32,004</u>	<u>32,004</u>	<u>-</u>
County Sheriff:				
Merit commission	3,500	4,099	4,099	-
County sheriff salaries	1,933,050	1,882,748	1,882,748	-
Deployment back pay	-	69,993	197,090	(127,097)
Salary - safety director	2,500	2,501	2,501	-
Maintenance - repair of equipment	12,000	9,575	9,575	-
Fleet maintenance	25,000	33,349	33,349	-
Officers travel outside county	10,000	9,800	9,800	-
Medical expense	179,219	180,450	180,450	-
Postage	2,500	3,200	3,200	-
Association dues	800	825	825	-
Dieting prisoners - inmate meals	147,000	139,576	139,576	-
Training	17,000	33,746	33,746	-
Other contractual	2,000	1,644	1,644	-
Office supplies	13,500	14,475	14,475	-
Supplies issued to inmates	1,000	1,000	1,000	-
Fleet fuel	60,000	65,132	65,132	-
Non-emergency dispatch	52,000	48,250	48,250	-
Automobile	60,000	61,318	61,318	-
Office equipment	1,500	1,440	1,440	-
Police equipment	16,000	18,766	24,317	(5,551)
Radio and communication equipment	12,000	10,191	10,191	-
Crime prevention expenses	-	-	523	(523)
Drug prevention expenses	-	4,652	4,652	-
DUI equipment expenses	-	120	120	-
Sheriff K-9 expenses	5,000	6,111	6,111	-
	<u>2,555,569</u>	<u>2,602,961</u>	<u>2,736,132</u>	<u>(133,171)</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, 2007

	Original Budget	Final Budget	Actual	Positive (Negative) Final Budget
Child Support:				
Salaries	25,720	40,986	40,986	-
Office equipment	4,600	24,137	24,137	-
	30,320	65,123	65,123	-
County Coroner:				
Coroner salaries	48,550	48,550	48,550	-
Equipment maintenance	800	106	106	-
Training	3,620	2,836	2,836	-
Mileage reimbursement	6,600	5,319	5,319	-
Autopsies - related medical	12,250	28,720	28,720	-
Coroner juror fees	1,600	351	351	-
Association dues	375	375	375	-
Contractual transportation	2,780	3,115	3,115	-
Stenographer fees	1,900	278	278	-
Toxicology fees	750	140	140	-
Office equipment	-	255	255	-
Other supplies and expenses	2,600	2,590	2,590	-
	81,825	92,635	92,635	-
Probation Office:				
Probation office salaries	716,880	700,320	700,320	-
Chief probation officer	80,789	78,368	78,368	-
Maintenance - repair of equipment	4,200	2,972	2,972	-
Mental evaluation treatment	30,000	21,641	21,641	-
Travel	8,500	13,269	13,269	-
Juvenile detention expense	80,000	68,445	68,445	-
Postage	4,000	2,459	2,459	-
Office supplies	4,000	4,167	4,167	-
Drug court supplies	9,000	9,278	9,278	-
ISSOS grant return	-	8,367	-	8,367
Non-emergency dispatch	7,000	6,875	6,875	-
	944,369	916,161	907,794	8,367
Security:				
Security salaries	140,160	130,871	130,871	-
Maintenance - repair of equipment	5,000	5,000	5,000	-
Training	2,000	320	320	-
Office supplies	500	245	245	-
Uniforms and badges	1,500	1,628	1,628	-
Office equipment	500	413	413	-
Security equipment	4,000	3,639	3,639	-
Miscellaneous	500	110	110	-
	154,160	142,226	142,226	-

COLES COUNTY, ILLINOIS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
COUNTY GENERAL FUND
Year Ended November 30, 2007

	Original Budget	Final Budget	Actual	Positive (Negative) Final Budget
Animal Control:				
Animal control salaries	132,870	137,389	137,389	-
Administrative salaries	12,000	12,000	12,000	-
Building maintenance	1,000	1,110	1,110	-
Equipment rental	1,100	1,492	1,492	-
Propane	6,000	8,632	8,632	-
Office supplies	5,500	5,776	5,776	-
Cleaning supplies	5,000	7,903	7,903	-
Gas and repair for van	5,000	6,866	6,866	-
Medicine	17,500	19,919	19,919	-
Equipment	2,000	1,822	1,822	-
Vehicle purchase	4,000	3,000	3,000	-
Refunds	2,500	1,805	1,805	-
Disposal service	1,700	1,267	1,267	-
Donations	10,000	10,034	10,034	-
Miscellaneous	3,500	4,808	4,808	-
	<u>209,670</u>	<u>223,823</u>	<u>223,823</u>	<u>-</u>
Superintendent of Schools:				
Regional education office	<u>83,910</u>	<u>83,911</u>	<u>83,911</u>	<u>-</u>
Help America Vote Act Grants:				
Accessibility	-	407	407	-
Other expenses	<u>-</u>	<u>53,918</u>	<u>53,918</u>	<u>-</u>
	<u>-</u>	<u>54,325</u>	<u>54,325</u>	<u>-</u>
Total expenditures	<u>9,839,378</u>	<u>9,839,378</u>	<u>9,935,700</u>	<u>(96,322)</u>
Excess of revenues over (under) expenditures	<u>(896,707)</u>	<u>(896,707)</u>	<u>(1,013,258)</u>	<u>(116,551)</u>
Other Financing Sources (Uses):				
Operating transfers in	1,251,207	1,251,207	1,261,839	10,632
Operating transfers out	<u>(354,500)</u>	<u>(354,500)</u>	<u>(354,500)</u>	<u>-</u>
Total other financing sources (uses)	<u>896,707</u>	<u>896,707</u>	<u>907,339</u>	<u>10,632</u>
Excess of revenues and other sources over (under) expenditures and other uses	<u>\$ -</u>	<u>\$ -</u>	<u>(105,919)</u>	<u>\$ (105,919)</u>
Fund balance, beginning of year			<u>2,588,333</u>	
Fund Balance, End of Year			<u>\$ 2,482,414</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, 2007

	Original Budget	Final Budget	Actual	Positive (Negative) Final Budget
Revenues:				
Interest earnings	\$ 1,000	\$ 1,000	\$ 4,833	\$ 3,833
Sales of property	-	-	10,050	10,050
Cash rent income	8,000	8,000	7,756	(244)
Total revenues	9,000	9,000	22,639	13,639
Expenditures:				
General government:				
Various expenses	9,000	9,000	-	9,000
Excess of revenues over (under) expenditures	\$ -	\$ -	22,639	\$ 22,639
Fund balance, beginning of year			576,418	
Fund Balance, End of Year			\$ 599,057	

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

COLES COUNTY, ILLINOIS
STATEMENT OF NET ASSETS
BUSINESS TYPE FUNDS
November 30, 2007

		Component Units	
	Regional Planning Commission	Emergency Telephone System	Public Building Commission
ASSETS			
Current assets:			
Cash deposits	\$ 161,550	\$ 684,476	\$ 37,696
Restricted cash deposits	-	-	19,843
Interest receivable	-	7,225	-
Miscellaneous accounts receivable	147,653	60,819	-
Total current assets	309,203	752,520	57,539
Noncurrent assets:			
Capital assets, net of accumulated depreciation	2,333	682,853	1,973,602
Long-term debt issuance cost, net of accumulated amortization	-	-	3,739
Total noncurrent assets	2,333	682,853	1,977,341
Total assets	311,536	1,435,373	2,034,880
LIABILITIES			
Current liabilities:			
Accounts payable	14,798	22,896	-
Due to other funds	-	-	426,000
Notes payable	-	50,922	-
Accrued interest payable	-	78	-
Deferred lease income	-	-	8,952
Total current liabilities	14,798	73,896	434,952
Noncurrent liabilities:			
Compensated absences	18,680	4,525	-
Bonds payable	-	-	445,000
Notes payable	-	52,915	-
Total noncurrent liabilities	18,680	57,440	445,000
Total liabilities	33,478	131,336	879,952
NET ASSETS			
Invested in capital assets, net of related debt	2,333	579,016	1,102,602
Restricted for debt service	-	-	19,843
Unrestricted	275,725	725,021	32,483
Total Net Assets	\$ 278,058	\$ 1,304,037	\$ 1,154,928

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, 2007

		Component Units	
	Regional Planning Commission	Emergency Telephone System	Public Building Commission
Operating Revenues:			
County	\$ 134,905	\$ -	\$ -
Other government agencies	271,199	-	-
Charges for services	-	783,194	46,163
Reimbursement - other departments	-	41,993	-
Other	501	4,250	-
Total operating revenues	<u>406,605</u>	<u>829,437</u>	<u>46,163</u>
Operating Expenses:			
Personal services	313,039	562,580	-
Supplies	19,949	4,972	-
Repairs	-	32,278	-
Operational	32,746	123,726	5,934
Depreciation	800	91,836	40,817
Total operating expenses	<u>366,534</u>	<u>815,392</u>	<u>46,751</u>
Operating income (loss)	<u>40,071</u>	<u>14,045</u>	<u>(588)</u>
Non-Operating Revenues (Expenses):			
Interest income	5,438	33,853	345
Interest expense	-	(5,945)	(26,738)
Bond issuance costs amortization	-	-	(288)
Net non-operating revenues (expenses)	<u>5,438</u>	<u>27,908</u>	<u>(26,681)</u>
Net income (loss)	45,509	41,953	(27,269)
Net assets, beginning of year	<u>232,549</u>	<u>1,262,084</u>	<u>1,182,197</u>
Net Assets, End of Year	<u>\$ 278,058</u>	<u>\$ 1,304,037</u>	<u>\$ 1,154,928</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, 2007

		Component Units	
	Regional Planning Commission	Emergency Telephone System	Public Building Commission
Cash Flows From Operating Activities:			
Receipts from customers	\$ 385,658	\$ 821,004	\$ 42,901
Payments to suppliers	(49,320)	(258,551)	(5,935)
Payments to employees	(299,546)	(486,725)	-
Net cash provided by operating activities	<u>36,792</u>	<u>75,728</u>	<u>36,966</u>
Cash Flows From Capital and Related Financing Activities:			
Principal paid on long-term debt	-	(49,004)	(20,000)
Interest paid on capital debt	-	(5,981)	(26,738)
Net cash (used) by capital and related financing activities	<u>-</u>	<u>(54,985)</u>	<u>(46,738)</u>
Cash Flows From Investing Activities:			
Interest and dividends	<u>5,438</u>	<u>42,996</u>	<u>345</u>
Net increase (decrease) in cash and cash equivalents	42,230	63,739	(9,427)
Cash deposits, beginning of year	<u>119,320</u>	<u>620,737</u>	<u>66,966</u>
Cash Deposits, End of Year	<u>\$ 161,550</u>	<u>\$ 684,476</u>	<u>\$ 57,539</u>
Reconciliation of income (loss) from operations to net cash provided (used) by operating activities:			
Net operating income (loss)	\$ 40,071	\$ 14,045	\$ (588)
Noncash items included in net income:			
Depreciation	800	91,836	40,817
Net (increase) decrease in:			
Miscellaneous accounts receivable	(20,947)	(8,433)	-
Net increase (decrease) in:			
Accrued wages payable	-	(24,403)	-
Deferred lease income	-	-	(3,263)
Compensated absences	4,892	(982)	-
Accounts payable	<u>11,976</u>	<u>3,665</u>	<u>-</u>
Net Cash Provided by Operating Activities	<u>\$ 36,792</u>	<u>\$ 75,728</u>	<u>\$ 36,966</u>

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

COLES COUNTY, ILLINOIS
STATEMENT OF NET ASSETS
FIDUCIARY FUNDS
November 30, 2007

	<u>Agency Funds</u>
ASSETS	
Cash deposits	\$ 5,140,896
Accounts receivable	1,231
Due from other governments	83,443
Inventory	<u>76,894</u>
Total Assets	<u>\$ 5,302,464</u>
LIABILITIES	
Accounts payable	\$ 6,738
Due to other funds	237
Distributions payable	5,152,197
Amount due to others	<u>143,292</u>
Total liabilities	<u>5,302,464</u>
NET ASSETS	
None	<u>-</u>
Total Liabilities and Net Assets	<u>\$ 5,302,464</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.

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, 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, other than infrastructure, as assets with an initial individual cost of at least \$5,000 and an estimated useful life in excess of two years. Infrastructure assets must have an initial cost of at least \$50,000. 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
Infrastructure	30
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, which was implemented in the fiscal year ending November 30, 2003, requires infrastructure assets to be retroactively reported back to the year ended November 30, 1980. A transition period is allowed to phase-in the reporting of general infrastructure assets. The transition period allows the County an additional four years to compile cost information for their infrastructure assets. The County implemented the retroactive infrastructure reporting requirement of GASB No. 34 in the fiscal year ending November 30, 2007. Beginning net assets were adjusted as follows:

Land and Right of Way	\$ 1,273,322
Infrastructure	19,170,997
Accumulated Depreciation	<u>(4,672,619)</u>
	<u>\$15,771,700</u>

- 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	\$ 1,261,839	\$ 354,500
Other governmental funds	354,600	1,251,682
Agency funds	<u>-</u>	<u>10,257</u>
	<u>\$ 1,616,439</u>	<u>\$ 1,616,439</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
General Fund	Payroll Clearing Fund	237

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>	Actual <u>Expenditure</u>
County General	\$ 9,839,378	\$ 9,935,700
Debt Service	151,500	331,288
Law Library	18,900	21,834
Tipping Fee	107,500	112,156
GIS Fund	151,500	174,606
Public Health	1,438,200	1,472,974
Mental Health	1,303,920	1,549,013
Emergency Telephone System	798,278	815,392

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 DEPOSITS

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, 2007, the County had the following cash deposits:

Governmental Activities:	
Cash on hand	\$ 806
Cash deposits	7,667,751
Certificates of deposit	<u>1,533,421</u>
	<u>\$ 9,201,978</u>
Business-Type Activities:	
Cash on hand	\$ 500
Cash deposits	<u>161,050</u>
	<u>\$ 161,550</u>
Fiduciary Funds:	
Cash on hand	\$ 1,920
Cash deposits	4,978,976
Certificates of deposit	<u>160,000</u>
	<u>\$ 5,140,896</u>

COLES COUNTY, ILLINOIS
NOTES TO FINANCIAL STATEMENTS

Component Units:

Cash on hand	\$ 110
Cash deposits	762,958
Certificates of deposit	<u>300,000</u>
	<u>\$ 1,063,068</u>

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, 2007, the County's investments consisted of deposits with local financial institutions. Certificates of deposits ranged in maturity from 6 months to 12 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 deposits 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 deposits 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, 2007, \$49,205 of cash deposits 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 2006 were levied and collected during 2007. The final dates for payment without penalty were September 24, 2007 and October 24, 2007. Significant collections are made during the week preceding the due date.

COLES COUNTY, ILLINOIS
NOTES TO FINANCIAL STATEMENTS

Taxes become a lien against the property if not paid by the date of the Tax Sale (normally the 3rd Monday in October). The tax sale was held December 12, 2007.

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

NOTE F - CAPITAL ASSETS

A summary of changes in capital assets follows:

	Balance 11/30/06	Additions	Retirements	Balance 11/30/07
Primary Government:				
Governmental Activities:				
Land (not being depreciated)	\$ 1,321,588	\$ 191,498	\$ -	\$ 1,513,086
Capital Assets Being Depreciated:				
Buildings and improvements	3,136,037	49,247	-	3,185,284
Accumulated depreciation	(1,870,600)	(83,795)	-	(1,954,395)
Buildings and improvements net	1,265,437	(34,548)	-	1,230,889
Equipment	2,266,840	189,416	(114,610)	2,341,646
Accumulated depreciation	(1,235,943)	(229,073)	99,948	(1,365,068)
Equipment net	1,030,897	(39,657)	(14,662)	976,578
Infrastructure	19,128,982	6,233,625	-	25,362,607
Accumulated depreciation	(4,672,619)	(636,180)	-	(5,308,799)
Infrastructure net	14,456,363	5,597,445	-	20,053,808
Construction in progress	56,370	606,544	(14,356)	648,558
Total, Governmental Activities, Net Capital Assets	\$ 18,130,655	\$ 6,321,282	\$ (29,018)	\$24,422,919
Business-Type Activities:				
Capital Assets Being Depreciated:				
Equipment	\$ 6,400	\$ -	\$ -	\$ 6,400
Accumulated depreciation	(3,267)	(800)	-	(4,067)
Equipment Net	\$ 3,133	\$ (800)	\$ -	\$ 2,333
Component Units:				
Mental Health:				
Capital Assets Being Depreciated:				
Buildings and improvements	\$ 2,828,204	\$ 169,396	\$ -	\$ 2,997,600
Accumulated depreciation	(1,329,618)	(112,695)	-	(1,442,313)
Buildings and improvements net	\$ 1,498,586	\$ 56,701	\$ -	\$ 1,555,287

COLES COUNTY, ILLINOIS
NOTES TO FINANCIAL STATEMENTS

	Balance 11/30/06	Additions	Retirements	Balance 11/30/07
Emergency Telephone System:				
Capital Assets Being Depreciated:				
Buildings and improvements	\$ 469,306	\$ -	\$ -	\$ 469,306
Accumulated depreciation	<u>(138,684)</u>	<u>(12,704)</u>	<u>-</u>	<u>(151,388)</u>
Buildings and improvements net	<u>330,622</u>	<u>(12,704)</u>	<u>-</u>	<u>317,918</u>
Equipment	1,347,675	-	-	1,347,675
Accumulated depreciation	<u>(903,608)</u>	<u>(79,132)</u>	<u>-</u>	<u>(982,740)</u>
Equipment net	<u>444,067</u>	<u>(79,132)</u>	<u>-</u>	<u>364,935</u>
Total, Emergency Telephone System, Net Capital Assets	<u>\$ 774,689</u>	<u>\$ (91,836)</u>	<u>\$ -</u>	<u>\$ 682,853</u>

Public Building Commission:				
Land (not being depreciated):	\$ 614,768	\$ -	\$ -	\$ 614,768
Capital Assets Being Depreciated:				
Buildings and improvements	1,874,619	-	-	1,874,619
Accumulated depreciation	<u>(474,968)</u>	<u>(40,817)</u>	<u>-</u>	<u>(515,785)</u>
Buildings and improvements net	<u>1,399,651</u>	<u>(40,817)</u>	<u>-</u>	<u>1,358,834</u>
Total, Public Building Commission, Net Capital Assets	<u>\$ 2,014,419</u>	<u>\$ (40,817)</u>	<u>\$ -</u>	<u>\$ 1,973,602</u>

Depreciation expense was charged to functions/programs as follows:

Primary Government:	
Public Safety	\$ 133,038
Highways, Streets and Roads	660,793
General Government	129,380
Public Health	<u>25,837</u>
Total Depreciation Expense, Governmental Activities	949,048
Regional Planning	<u>800</u>
Total Depreciation Expense, Primary Government	<u>\$ 949,848</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 7.50 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 2006 was 15.78 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, 2006 was 26 years.

For December 31, 2006, the County SLEP’s annual pension cost of \$256,747 was equal to the County SLEP’s required and actual contributions. The required contribution was determined as part of the December 31, 2004 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 2006 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>
12/31/06	\$ 256,747	100%	\$ -
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%	-

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 2006 was 0.00 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, 2006 was 6 years.

For December 31, 2006, 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, 2004 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 2006 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>
12/31/06	\$ -	100%	\$ -
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%	-

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 2006 was 49.18 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, 2006 was 26 years.

For December 31, 2006, the County ECO's annual pension cost of \$181,323 was equal to the County ECO's required and actual contributions. The required contribution was determined as part of the December 31, 2004 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 2006 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>
12/31/06	\$ 181,323	100%	\$ -
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 2006 was 9.10 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, 2006 was 26 years.

For December 31, 2006, the County's annual pension cost of \$500,705 was equal to the County's required and actual contributions. The required contribution was determined as part of the December 31, 2004 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 2006 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>
12/31/06	\$ 500,705	100%	\$ -
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%	-

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, 2007, and transactions for the year then ended follows:

	Balance December 1, 2006	Additions	Retired	Balance November 30, 2007	Amount Due Within One Year
Governmental Activities:					
Bonds payable	\$ 720,000	\$ -	\$ 300,000	\$ 420,000	\$ 135,000
Equipment lease	<u>20,031</u>	<u>-</u>	<u>3,974</u>	<u>16,057</u>	<u>5,756</u>
Total Governmental Activities Long-Term Liabilities	<u>\$ 740,031</u>	<u>\$ -</u>	<u>\$ 303,974</u>	<u>\$ 436,057</u>	<u>\$ 140,756</u>
Component Units:					
Mental Health:					
Notes payable	<u>\$ 672,883</u>	<u>\$ -</u>	<u>\$ 64,729</u>	<u>\$ 608,154</u>	<u>\$ 65,824</u>
Emergency Telephone System:					
Notes payable	<u>\$ 152,841</u>	<u>\$ -</u>	<u>\$ 49,004</u>	<u>\$ 103,837</u>	<u>\$ 50,922</u>
Public Building Commission:					
Bonds payable	<u>\$ 465,000</u>	<u>\$ -</u>	<u>\$ 20,000</u>	<u>\$ 445,000</u>	<u>\$ -</u>

Interest expense was charged to functions as follows:

Primary Government:

Governmental Activities:

Debt service \$ 39,809

Component Units:

Mental Health 31,721

Emergency Telephone System 5,945

Public Building Commission 26,738

- b) 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, 2007, there were no outstanding bonds payable.

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, 2007, outstanding bonds payable were \$420,000.

COLES COUNTY, ILLINOIS
NOTES TO FINANCIAL STATEMENTS

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.

The annual requirements to retire long-term debt as of November 30, 2007, are as follows:

<u>Year Ending November 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2008	\$ 140,847	\$ 20,649	\$ 161,496
2009	146,426	12,575	159,001
2010	<u>148,784</u>	<u>4,128</u>	<u>152,912</u>
	<u>\$ 436,057</u>	<u>\$ 37,352</u>	<u>\$ 473,409</u>

c) 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, 2007, the mortgage payable amounted to \$608,154.

The annual requirements to retire long-term debt as of November 30, 2007, are as follows:

<u>Year Ending November 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2008	\$ 65,824	\$ 27,638	\$ 93,462
2009	69,101	24,361	93,462
2010	<u>473,229</u>	<u>17,736</u>	<u>490,965</u>
	<u>\$ 608,154</u>	<u>\$ 69,735</u>	<u>\$ 677,889</u>

d) 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, 2007, the balance was \$103,837.

The annual requirements to retire long-term debt as of November 30, 2007, are as follows:

<u>Year Ending November 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2008	\$ 50,922	\$ 4,064	\$ 54,986
2009	<u>52,915</u>	<u>2,071</u>	<u>54,986</u>
	<u>\$ 103,837</u>	<u>\$ 6,135</u>	<u>\$ 109,972</u>

COLES COUNTY, ILLINOIS
NOTES TO FINANCIAL STATEMENTS

e) 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, 2007, outstanding bonds payable were \$445,000.

Year Ending November 30	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2008	\$ -	\$ 12,794	\$ 12,794
2009	20,000	25,013	45,013
2010	20,000	23,862	43,862
2011	25,000	22,569	47,569
2012	25,000	21,131	46,131
2013-2017	150,000	81,650	231,650
2018-2022	<u>205,000</u>	<u>30,906</u>	<u>235,906</u>
	<u>\$ 445,000</u>	<u>\$ 217,925</u>	<u>\$ 662,925</u>

NOTE I – NOTES PAYABLE

	Balance December 1, 2006	<u>Additions</u>	<u>Retired</u>	Balance November 30, 2007
Component Units:				
Mental Health	\$ -	\$ 220,000	\$ 220,000	\$ -

Mental Health entered into a short-term note to cover repairs and operating expenses dated July 26, 2007, up to \$125,000, due October 25, 2007 at 5.25% interest. Mental Health entered into a second short-term note to cover repairs and operating expenses dated August 7, 2007, up to \$125,000, due October 31, 2007 at 5.25% interest.

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 and grant expenditures of \$1,565.

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, 2007, options had been exercised on 42.44 acres.

COLES COUNTY, ILLINOIS
NOTES TO FINANCIAL STATEMENTS

NOTE L – COMPENSATED ABSENCES

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.

Governmental Activities:	
General fund	\$ 133,496
Other governmental funds	<u>66,960</u>
	<u>\$ 200,456</u>
Business-Type Activities:	
Enterprise fund	<u>\$ 18,680</u>
Component Units:	
Mental Health	\$ 23,010
Emergency Telephone System	<u>4,525</u>
	<u>\$ 27,535</u>

NOTE M - 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>	
2008	\$ 12,794
2009	45,013
2010	43,862
2011	47,569
2012	46,131
2013-2017	231,650
2018-2022	<u>235,906</u>
Total	<u>\$ 662,925</u>

During the year ended November 30, 2007, rent payments of \$42,900 were received from the Regional Office of Education. Accumulated lease payments in the amount of \$8,952 have been deferred and will be recognized during future fiscal years.

COLES COUNTY, ILLINOIS
NOTES TO FINANCIAL STATEMENTS

NOTE N - 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 85-92. 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 O - 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 P – NON-CASH ASSISTANCE

The Public Health Women-Infants-Children (WIC) program received \$421,222 of non-cash assistance in the form of food vouchers for the year ended November 30, 2007.

NOTE Q - 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, 2007 (latest information available) are:

Lincoln Financial Group	\$ 724,822
Nationwide Retirement Solutions, Inc.	1,058,330
Edward Jones	<u>58,800</u>
	<u>\$ 1,841,952</u>

SUPPLEMENTARY INFORMATION

COLES COUNTY, ILLINOIS
REQUIRED SUPPLEMENTARY INFORMATION
ANALYSIS OF FUNDING PROGRESS
November 30, 2007

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)
12/31/06	\$ 5,227,932	\$ 6,696,450	\$ 1,468,518	78.07%	\$ 1,627,039	90.26%
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%

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)
12/31/06	\$ 20,493	\$ 12,692	(\$ 7,801)	161.46%	\$ -	0.00%
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%

COLES COUNTY, ILLINOIS
REQUIRED SUPPLEMENTARY INFORMATION
ANALYSIS OF FUNDING PROGRESS
November 30, 2007

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)
12/31/06	(\$ 365,078)	\$ 1,950,707	\$ 2,315,785	0.00%	\$ 368,693	628.11%
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)
12/31/06	\$13,779,419	\$ 13,577,438	(\$ 201,981)	101.49%	\$ 5,502,258	0.00%
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%

*Digest of Changes

The actuarial assumptions used to determine the actuarial accrued liability for 2006 are based on the 2002-2004 Experience Study.

The principal changes were:

- The 1994 Group Annuity Mortality implemented.
- 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, 2007

	Debt Service	County Construction Of Bridges	County Highway Matching Tax	Illinois Municipal Retirement	Tuberculosis	Law Library	Senior Citizens	Liability Protection
ASSETS								
Cash deposits	\$ 350,093	\$ 768,417	\$ 756,932	\$ 792,053	\$ 162,137	\$ 8,488	\$ 9,582	\$ 339,729
Interest receivable	743	7,225	4,816	-	-	-	-	-
Accounts receivable	-	-	-	-	-	-	-	-
Due from other governments	-	21,131	21,131	83,813	6,846	1,007	11,623	63,388
Total Assets	<u>\$ 350,836</u>	<u>\$ 796,773</u>	<u>\$ 782,879</u>	<u>\$ 875,866</u>	<u>\$ 168,983</u>	<u>\$ 9,495</u>	<u>\$ 21,205</u>	<u>\$ 403,117</u>
LIABILITIES								
Accounts payable	\$ -	\$ 7,872	\$ -	\$ -	\$ 816	\$ 1,920	\$ 2,497	-
Deferred revenue	-	-	-	-	-	-	-	-
Total liabilities	-	7,872	-	-	816	1,920	2,497	-
FUND BALANCE								
Reserved for debt service	350,836	-	-	-	-	-	-	-
Unreserved	-	788,901	782,879	875,866	168,167	7,575	18,708	403,117
Total fund balance	350,836	788,901	782,879	875,866	168,167	7,575	18,708	403,117
Total Liabilities and Fund Balance	<u>\$ 350,836</u>	<u>\$ 796,773</u>	<u>\$ 782,879</u>	<u>\$ 875,866</u>	<u>\$ 168,983</u>	<u>\$ 9,495</u>	<u>\$ 21,205</u>	<u>\$ 403,117</u>

COLES COUNTY, ILLINOIS
COMBINING BALANCE SHEET
NON-MAJOR GOVERNMENTAL FUNDS
November 30, 2007

	County Highway	Tipping Fee	GIS	Probation Service	Records Storage	Tax Sale Indemnity	Child Support Maintenance	Court Automation Fees	Treasurer's Fees
ASSETS									
Cash deposits	\$ 720,242	\$ 404,891	\$ 18,573	\$ 269,951	\$ 30,403	\$ 164,020	\$ 59,439	\$ 119,336	\$ 35,774
Interest receivable	-	759	-	644	-	-	-	-	-
Accounts receivable	-	-	-	-	-	-	-	-	-
Due from other governments	41,917	17,010	8,038	19,257	3,102	9,060	1,089	3,294	750
Total Assets	<u>\$ 762,159</u>	<u>\$ 422,660</u>	<u>\$ 26,611</u>	<u>\$ 289,852</u>	<u>\$ 33,505</u>	<u>\$ 173,080</u>	<u>\$ 60,528</u>	<u>\$ 122,630</u>	<u>\$ 36,524</u>
LIABILITIES									
Accounts payable	\$ 76,914	\$ 21,222	\$ 19,628	\$ 2,356	- \$	- \$	- \$	- \$	-
Deferred revenue	-	-	-	-	-	-	-	-	-
Total liabilities	<u>76,914</u>	<u>21,222</u>	<u>19,628</u>	<u>2,356</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE									
Reserved for debt service	-	-	-	-	-	-	-	-	-
Unreserved	685,245	401,438	6,983	287,496	33,505	173,080	60,528	122,630	36,524
Total fund balance	<u>685,245</u>	<u>401,438</u>	<u>6,983</u>	<u>287,496</u>	<u>33,505</u>	<u>173,080</u>	<u>60,528</u>	<u>122,630</u>	<u>36,524</u>
Total Liabilities and Fund Balance	<u>\$ 762,159</u>	<u>\$ 422,660</u>	<u>\$ 26,611</u>	<u>\$ 289,852</u>	<u>\$ 33,505</u>	<u>\$ 173,080</u>	<u>\$ 60,528</u>	<u>\$ 122,630</u>	<u>\$ 36,524</u>

COLES COUNTY, ILLINOIS
COMBINING BALANCE SHEET
NON-MAJOR GOVERNMENTAL FUNDS
November 30, 2007

	Public Transportation Grant	Court System	Vital Records Automation	Drug Prevention State's Attorney	Erroneous Tax Sale	Document Storage	Drug Interdiction Team	Public Health	Total Non-Major Governmental Funds
ASSETS									
Cash deposits	\$ -	\$ 11,983	\$ 10,177	\$ 8,532	\$ 71,061	\$ 41,433	\$ 3,348	\$ 12,213	\$ 5,168,807
Interest receivable	-	-	-	-	-	-	-	-	14,187
Accounts receivable	-	-	-	-	-	-	-	102,365	102,365
Due from other governments	-	-	590	456	9,060	3,296	-	-	325,858
Total Assets	<u>\$ -</u>	<u>\$ 11,983</u>	<u>\$ 10,767</u>	<u>\$ 8,988</u>	<u>\$ 80,121</u>	<u>\$ 44,729</u>	<u>\$ 3,348</u>	<u>\$ 114,578</u>	<u>\$ 5,611,217</u>
LIABILITIES									
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 43,667	\$ 176,892
Deferred revenue	-	-	-	-	-	-	-	14,467	14,467
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>58,134</u>	<u>191,359</u>
FUND BALANCE									
Reserved for debt service	-	-	-	-	-	-	-	-	350,836
Unreserved	-	11,983	10,767	8,988	80,121	44,729	3,348	56,444	5,069,022
Total fund balance	<u>-</u>	<u>11,983</u>	<u>10,767</u>	<u>8,988</u>	<u>80,121</u>	<u>44,729</u>	<u>3,348</u>	<u>56,444</u>	<u>5,419,858</u>
Total Liabilities and Fund Balance	<u>\$ -</u>	<u>\$ 11,983</u>	<u>\$ 10,767</u>	<u>\$ 8,988</u>	<u>\$ 80,121</u>	<u>\$ 44,729</u>	<u>\$ 3,348</u>	<u>\$ 114,578</u>	<u>\$ 5,611,217</u>

COLES COUNTY, ILLINOIS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE
NON-MAJOR GOVERNMENTAL FUNDS
Year Ended November 30, 2007

	Debt Service	County Construction Of Bridges	County Highway Matching Tax	Illinois Municipal Retirement	Tuberculosis	Law Library	Senior Citizens	Liability Protection	County Highway
Revenues:									
Taxes	\$ 439	\$ 248,196	\$ 248,196	\$ 1,031,676	\$ 92,156	\$ -	\$ 156,375	\$ 853,228	\$ 434,383
Intergovernmental	-	41,344	41,344	52,342	-	-	-	-	82,687
Charges for services	-	-	-	-	-	11,324	-	-	-
Miscellaneous	8,129	153,378	99,921	485,815	1,210	4,352	-	5,475	119,683
Total revenues	8,568	442,918	389,461	1,569,833	93,366	15,676	156,375	858,703	636,753
Expenditures:									
General government	-	-	-	1,376,732	-	21,834	156,097	-	-
Health and welfare	-	-	-	-	88,650	-	-	-	-
Highways, streets and roads	-	675,593	704,078	-	-	-	-	-	552,616
Sanitation	-	-	-	-	-	-	-	-	-
Debt service	331,288	-	-	-	-	-	-	-	-
Total expenditures	331,288	675,593	704,078	1,376,732	88,650	21,834	156,097	-	552,616
Excess of revenues over (under) expenditures	(322,720)	(232,675)	(314,617)	193,101	4,716	(6,158)	278	858,703	84,137
Other Financing Sources (Uses):									
Operating transfers in	163,000	-	-	-	-	-	-	-	-
Operating transfers out	-	-	-	(19,692)	-	(465)	-	(906,438)	-
Total other financing sources (uses)	163,000	-	-	(19,692)	-	(465)	-	(906,438)	-
Excess of revenues and other financing sources over (under) expenditures and other financing uses	(159,720)	(232,675)	(314,617)	173,409	4,716	(6,623)	278	(47,735)	84,137
Fund balance, beginning of year	510,556	1,021,576	1,097,496	702,457	163,451	14,198	18,430	450,852	601,108
Fund Balance, End of Year	\$ 350,836	\$ 788,901	\$ 782,879	\$ 875,866	\$ 168,167	\$ 7,575	\$ 18,708	\$ 403,117	\$ 685,245

COLES COUNTY, ILLINOIS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE
NON-MAJOR GOVERNMENTAL FUNDS
Year Ended November 30, 2007

	Tipping Fee	GIS	Probation Service	Records Storage	Tax Sale Indemnity	Child Support Maintenance	Court Automation Fees	Treasurer's Fees
Revenues:								
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	23,480	-	-	-	11,797	-	-
Charges for services	65,901	-	213,699	47,234	13,230	22,401	33,866	5,560
Miscellaneous	51,725	115,760	14,758	176	8,194	612	1,667	92
Total revenues	117,626	139,240	228,457	47,410	21,424	34,810	35,533	5,652
Expenditures:								
General government	-	174,606	107,572	-	1,110	-	-	5,512
Public health	-	-	-	-	-	-	-	-
Highways, streets and roads	-	-	-	-	-	-	-	-
Sanitation	112,156	-	-	-	-	-	-	-
Debt service	-	5,230	-	-	-	-	-	-
Total expenditures	112,156	179,836	107,572	-	1,110	-	-	5,512
Excess of revenues over (under) expenditures	5,470	(40,596)	120,885	47,410	20,314	34,810	35,533	140
Other Financing Sources (Uses):								
Operating transfers in	-	-	100	-	-	-	-	-
Operating transfers out	-	-	(144,504)	(27,929)	(9,315)	(65,124)	(39,251)	-
Total other financing sources (uses)	-	-	(144,404)	(27,929)	(9,315)	(65,124)	(39,251)	-
Excess of revenues and other financing sources over (under) expenditures and other financing uses	5,470	(40,596)	(23,519)	19,481	10,999	(30,314)	(3,718)	140
Fund balance, beginning of year	395,968	47,579	311,015	14,024	162,081	90,842	126,348	36,384
Fund Balance, End of Year	\$ 401,438	\$ 6,983	\$ 287,496	\$ 33,505	\$ 173,080	\$ 60,528	\$ 122,630	\$ 36,524

COLES COUNTY, ILLINOIS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE
NON-MAJOR GOVERNMENTAL FUNDS
Year Ended November 30, 2007

	Public Transportation Grant	Court System	Vital Records Automation	Drug Prevention State's Attorney	Erroneous Tax Sale	Document Storage	Drug Interdiction Team	Public Health	Total Non-Major Governmental Funds
Revenues:									
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	3,064,649
Intergovernmental	197,222	-	-	3,972	-	-	-	935,494	1,389,682
Charges for services	-	-	9,426	-	-	33,801	400	337,619	794,461
Miscellaneous	-	84	48	39	10,248	326	1	793	1,082,486
Total revenues	197,222	84	9,474	4,011	10,248	34,127	401	1,273,906	6,331,278
Expenditures:									
General government	-	-	486	4,158	1,801	-	78	-	1,849,986
Public health	197,222	-	-	-	-	-	-	1,472,974	1,758,846
Highways, streets and roads	-	-	-	-	-	-	-	-	1,932,287
Sanitation	-	-	-	-	-	-	-	-	112,156
Debt service	-	-	-	-	-	-	-	-	336,518
Total expenditures	197,222	-	486	4,158	1,801	-	78	1,472,974	5,989,793
Excess of revenues over (under) expenditures	-	84	8,988	(147)	8,447	34,127	323	(199,068)	341,485
Other Financing Sources (Uses):									
Operating transfers in	-	-	-	-	-	-	-	191,500	354,600
Operating transfers out	-	-	(4,702)	-	-	(34,262)	-	-	(1,251,682)
Total other financing sources (uses)	-	-	(4,702)	-	-	(34,262)	-	191,500	(897,082)
Excess of revenues and other financing sources over (under) expenditures and other financing uses	-	84	4,286	(147)	8,447	(135)	323	(7,568)	(555,597)
Fund balance, beginning of year	-	11,899	6,481	9,135	71,674	44,864	3,025	64,012	5,975,455
Fund Balance, End of Year	\$ -	\$ 11,983	\$ 10,767	\$ 8,988	\$ 80,121	\$ 44,729	\$ 3,348	\$ 56,444	\$ 5,419,858

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, 2007

	Original Budget	Final Budget	Actual	Positive (Negative) Final Budget
Revenues:				
Taxes - mobile home tax	-	-	439	439
Miscellaneous - interest income	1,000	1,000	8,129	7,129
Total revenues	1,000	1,000	8,568	7,568
Expenditures:				
Debt service:				
Principal	125,000	125,000	300,000	(175,000)
Interest	26,500	26,500	30,973	(4,473)
Other fees	-	-	315	(315)
Total expenditures	151,500	151,500	331,288	(179,788)
Excess of revenues over (under) expenditures	(150,500)	(150,500)	(322,720)	(172,220)
Other Financing Sources (Uses):				
Operating transfers in	163,000	163,000	163,000	-
Excess of revenues and other sources over (under) expenditures and other uses	\$ 12,500	\$ 12,500	(159,720)	\$ (172,220)
Fund balance, beginning of year			510,556	
Fund Balance, End of Year			\$ 350,836	

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, 2007

	Original Budget	Final Budget	Actual	Postive (Negative) Final Budget
Revenues:				
Taxes - property tax	\$ 258,500	\$ 258,500	\$ 247,585	\$ (10,915)
Taxes - mobile home tax	700	700	611	(89)
Intergovernmental - replacement tax	30,000	30,000	41,344	11,344
Miscellaneous - interest income	20,000	20,000	37,645	17,645
Miscellaneous - other	-	-	115,733	115,733
Total revenues	<u>309,200</u>	<u>309,200</u>	<u>442,918</u>	<u>133,718</u>
Expenditures:				
Highways and roads:				
I-57 bridges	306,200	306,200	284,739	21,461
Township bridges	<u>300,000</u>	<u>400,000</u>	<u>390,854</u>	<u>9,146</u>
Total expenditures	<u>606,200</u>	<u>706,200</u>	<u>675,593</u>	<u>30,607</u>
Excess of revenues over (under) expenditures	<u>\$ (297,000)</u>	<u>\$ (397,000)</u>	(232,675)	<u>\$ 164,325</u>
Fund balance, beginning of year			<u>1,021,576</u>	
Fund Balance, End of Year			<u>\$ 788,901</u>	

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, 2007

	Original Budget	Final Budget	Actual	Positive (Negative) Final Budget
Revenues:				
Taxes - property tax	\$ 258,500	\$ 258,500	\$ 247,585	\$ (10,915)
Taxes - mobile home tax	700	700	611	(89)
Intergovernmental - replacement tax	30,000	30,000	41,344	11,344
Miscellaneous - interest income	20,000	20,000	45,604	25,604
Miscellaneous - other	-	-	54,317	54,317
Total revenues	<u>309,200</u>	<u>309,200</u>	<u>389,461</u>	<u>80,261</u>
Expenditures:				
Highways and roads:				
County highway maintenance	300,000	400,000	397,878	2,122
I-57 interchange	<u>306,200</u>	<u>306,200</u>	<u>306,200</u>	-
Total expenditures	<u>606,200</u>	<u>706,200</u>	<u>704,078</u>	<u>2,122</u>
Excess of revenues over (under) expenditures	<u>\$ (297,000)</u>	<u>\$ (397,000)</u>	(314,617)	<u>\$ 82,383</u>
Fund balance, beginning of year			<u>1,097,496</u>	
Fund Balance, End of Year			<u>\$ 782,879</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, 2007

	Original Budget	Final Budget	Actual	Positive (Negative) Final Budget
Revenues:				
Taxes - property tax	\$ 1,074,723	\$ 1,074,723	\$ 1,029,280	\$ (45,443)
Taxes - mobile home tax	2,200	2,200	2,396	196
Intergovernmental - replacement tax	30,000	30,000	52,342	22,342
Miscellaneous - interest income	-	-	19,692	19,692
Miscellaneous - reimbursements from other departments	23,000	23,000	53,452	30,452
Miscellaneous - employee withholdings	364,864	364,864	412,671	47,807
Total revenues	<u>1,494,787</u>	<u>1,494,787</u>	<u>1,569,833</u>	<u>75,046</u>
Expenditures:				
General government:				
Retirement contribution - county share	1,129,923	1,129,923	959,397	170,526
Retirement contributions - employee share	364,864	364,864	417,335	(52,471)
Total expenditures	<u>1,494,787</u>	<u>1,494,787</u>	<u>1,376,732</u>	<u>118,055</u>
Excess of revenues over expenditures	<u>-</u>	<u>-</u>	<u>193,101</u>	<u>193,101</u>
Other Financing Sources (Uses):				
Operating transfers out - interest	<u>-</u>	<u>-</u>	<u>(19,692)</u>	<u>(19,692)</u>
Excess of revenues and other sources over (under) expenditures and other uses	<u>\$ -</u>	<u>\$ -</u>	<u>173,409</u>	<u>\$ 173,409</u>
Fund balance, beginning of year			<u>702,457</u>	
Fund Balance, End of Year			<u>\$ 875,866</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, 2007

	Original Budget	Final Budget	Actual	Positive (Negative) Final Budget
Revenues:				
Taxes - property tax	\$ 95,903	\$ 95,903	\$ 91,929	\$ (3,974)
Taxes - mobile home tax	250	250	227	(23)
Miscellaneous - interest income	1,000	1,000	1,205	205
Miscellaneous - other	-	-	5	5
Total revenues	<u>97,153</u>	<u>97,153</u>	<u>93,366</u>	<u>(3,787)</u>
Expenditures:				
Health and welfare:				
Board meeting expenses	160	160	80	80
Salaries	57,758	57,758	57,758	-
Administrative reimbursement - County General	1,128	1,128	1,128	-
Employee health insurance	6,080	6,080	6,559	(479)
Rent	4,710	4,710	4,710	-
Insurance	460	460	491	(31)
Care of patients	22,000	22,000	13,402	8,598
Association dues	130	130	65	65
Nurse/patient education	450	450	357	93
Office expense	2,477	2,477	2,845	(368)
Nurse car expense	1,200	1,200	1,033	167
Office equipment	600	600	222	378
Total expenditures	<u>97,153</u>	<u>97,153</u>	<u>88,650</u>	<u>8,503</u>
Excess of revenues over expenditures	<u>\$ -</u>	<u>\$ -</u>	4,716	<u>\$ 4,716</u>
Fund balance, beginning of year			<u>163,451</u>	
Fund Balance, End of Year			<u>\$ 168,167</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, 2007

	Original Budget	Final Budget	Actual	Positive (Negative) Final Budget
Revenues:				
Fees from circuit clerk	\$ 13,500	\$ 13,500	\$ 11,324	\$ (2,176)
Miscellaneous - interest income	600	600	465	(135)
Miscellaneous - reimbursements from other departments	4,800	4,800	3,887	(913)
Total revenues	<u>18,900</u>	<u>18,900</u>	<u>15,676</u>	<u>(3,224)</u>
Expenditures:				
General government:				
Librarian expense	2,400	2,400	2,400	-
Books	15,700	15,700	19,434	(3,734)
Office equipment	800	800	-	800
Total expenditures	<u>18,900</u>	<u>18,900</u>	<u>21,834</u>	<u>(2,934)</u>
Excess of revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>(6,158)</u>	<u>(6,158)</u>
Other Financing Sources (Uses):				
Operating transfers out - interest	<u>-</u>	<u>-</u>	<u>(465)</u>	<u>(465)</u>
Excess of revenues and other sources over (under) expenditures and other uses	<u>\$ -</u>	<u>\$ -</u>	<u>(6,623)</u>	<u>\$ (6,623)</u>
Fund balance, beginning of year			<u>14,198</u>	
Fund Balance, End of Year			<u>\$ 7,575</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, 2007

	Original Budget	Final Budget	Actual	Positive (Negative) Final Budget
Revenues:				
Taxes - property tax	\$ 161,600	\$ 161,600	\$ 156,097	\$ (5,503)
Taxes - mobile home tax	-	-	278	278
Total revenues	<u>161,600</u>	<u>161,600</u>	<u>156,375</u>	<u>(5,225)</u>
Expenditures:				
General government:				
Senior Citizen's Center	<u>161,600</u>	<u>161,600</u>	<u>156,097</u>	<u>5,503</u>
Excess of revenues over expenditures	<u>\$ -</u>	<u>\$ -</u>	278	<u>\$ 278</u>
Fund balance, beginning of year			<u>18,430</u>	
Fund Balance, End of Year			<u>\$ 18,708</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, 2007

	Original Budget	Final Budget	Actual	Positive (Negative) Final Budget
Revenues:				
Taxes - social security	\$ 580,000	\$ 580,000	\$ 555,537	\$ (24,463)
Taxes - unemployment insurance	15,000	15,000	14,431	(569)
Taxes - workers compensation	108,200	108,200	103,661	(4,539)
Taxes - liability protection	185,300	185,300	177,523	(7,777)
Taxes - mobile home	-	-	2,076	2,076
Miscellaneous - interest income	2,000	2,000	5,475	3,475
Total revenues	<u>890,500</u>	<u>890,500</u>	<u>858,703</u>	<u>(31,797)</u>
Other Financing Sources (Uses):				
Operating transfers out - General Fund:				
Social security	580,000	580,000	590,765	(10,765)
Unemployment insurance	15,000	15,000	10,327	4,673
Workers compensation	108,200	108,200	299,870	(191,670)
Liability protection	185,300	185,300	-	185,300
Interest income	2,000	2,000	5,476	(3,476)
Total other sources (uses)	<u>890,500</u>	<u>890,500</u>	<u>906,438</u>	<u>(15,938)</u>
Excess of revenues and other sources over (under) expenditures and other uses	<u>\$ -</u>	<u>\$ -</u>	<u>(47,735)</u>	<u>\$ (47,735)</u>
Fund balance, beginning of year			<u>450,852</u>	
Fund Balance, End of Year			<u>\$ 403,117</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, 2007

	Original Budget	Final Budget	Actual	Positive (Negative) Final Budget
Revenues:				
Taxes - property tax	\$ 452,375	\$ 452,375	\$ 433,314	\$ (19,061)
Taxes - mobile home tax	1,500	1,500	1,069	(431)
Intergovernmental - replacement tax	50,000	50,000	82,687	32,687
Miscellaneous - interest income	8,000	8,000	20,559	12,559
Miscellaneous - other	20,000	20,000	99,124	79,124
Total revenues	<u>531,875</u>	<u>531,875</u>	<u>636,753</u>	<u>104,878</u>
Expenditures:				
Highways and roads:				
Salaries	169,430	169,430	169,641	(211)
Administrative reimbursement - County General	15,000	15,000	14,826	174
Employee health insurance	16,000	16,000	15,855	145
Mileage and expense	3,000	3,000	834	2,166
Postage	1,500	1,500	291	1,209
Association dues	1,000	1,000	822	178
Advertising and right of way	2,500	2,500	1,278	1,222
Title searches	1,000	1,000	1,085	(85)
ROW acquisition	25,000	25,000	20,243	4,757
Maintenance of roads	134,500	134,500	126,987	7,513
Construction of roads	134,500	134,500	128,502	5,998
Rural reference signs	10,000	10,000	4,273	5,727
Office supplies	5,000	5,000	2,107	2,893
Engineering supplies	7,500	7,500	3,329	4,171
Vehicle expense	6,000	6,000	8,188	(2,188)
Office equipment	8,000	8,000	3,229	4,771
Maintenance equipment	15,000	15,000	9,321	5,679
Highway utilities	1,500	1,500	675	825
Telephone	3,000	3,000	1,858	1,142
Vehicle purchase	19,000	19,000	19,245	(245)
Aerial photography	-	-	9,965	(9,965)
GIS expense	15,000	15,000	-	15,000
Survey equipment	10,000	10,000	10,062	(62)
Total expenditures	<u>603,430</u>	<u>603,430</u>	<u>552,616</u>	<u>50,814</u>
Excess of revenues over (under) expenditures	<u>\$ (71,555)</u>	<u>\$ (71,555)</u>	84,137	<u>\$ 155,692</u>
Fund balance, beginning of year			<u>601,108</u>	
Fund Balance, End of Year			<u>\$ 685,245</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, 2007

	Original Budget	Final Budget	Actual	Positive (Negative) Final Budget
Revenues:				
Tipping fees	\$ 40,000	\$ 40,000	\$ 65,901	\$ 25,901
Miscellaneous - interest income	5,000	5,000	17,215	12,215
Miscellaneous - other	40,500	40,500	34,510	(5,990)
Total revenues	<u>85,500</u>	<u>85,500</u>	<u>117,626</u>	<u>32,126</u>
Expenditures:				
Sanitation:				
Salaries	24,000	24,000	25,122	(1,122)
Travel and workshops	500	500	-	500
Education materials	1,000	1,000	121	879
Roll-off program	45,000	45,000	39,215	5,785
Recycling grant	37,000	37,000	47,698	(10,698)
Total expenditures	<u>107,500</u>	<u>107,500</u>	<u>112,156</u>	<u>(4,656)</u>
Excess of revenues over (under) expenditures	<u>\$ (22,000)</u>	<u>\$ (22,000)</u>	5,470	<u>\$ 27,470</u>
Fund balance, beginning of year			<u>395,968</u>	
Fund Balance, End of Year			<u>\$ 401,438</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, 2007

	Original Budget	Final Budget	Actual	Positive (Negative) Final Budget
Revenues:				
GIS income	\$ 2,500	\$ 2,500	\$ 23,480	\$ 20,980
Recording fees	148,400	148,400	115,557	(32,843)
Miscellaneous - interest income	600	600	203	(397)
Total revenues	<u>151,500</u>	<u>151,500</u>	<u>139,240</u>	<u>(12,260)</u>
Expenditures:				
General government:				
Salaries	30,000	30,000	25,010	4,990
Administrative reimbursement	5,500	5,500	4,386	1,114
Health insurance	3,040	3,040	3,280	(240)
Hardware maintenance	4,000	4,000	4,254	(254)
Software maintenance	17,000	17,000	22,175	(5,175)
Computer hardware	12,000	12,000	18,750	(6,750)
Computer software	4,000	4,000	146	3,854
Travel and workshops	2,000	2,000	767	1,233
Contractual	39,160	39,160	55,893	(16,733)
Professional services	32,000	32,000	37,119	(5,119)
Office supplies	2,800	2,800	2,826	(26)
Total general government	<u>151,500</u>	<u>151,500</u>	<u>174,606</u>	<u>(23,106)</u>
Debt service:				
Principal	-	-	3,974	(3,974)
Interest	-	-	1,256	(1,256)
Total debt service	<u>-</u>	<u>-</u>	<u>5,230</u>	<u>(5,230)</u>
Total expenditures	<u>151,500</u>	<u>151,500</u>	<u>179,836</u>	<u>(28,336)</u>
Excess of revenues over (under) expenditures	<u>\$ -</u>	<u>\$ -</u>	(40,596)	<u>\$ (40,596)</u>
Fund balance, beginning of year			<u>47,579</u>	
Fund Balance, End of Year			<u>\$ 6,983</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, 2007

	Original Budget	Final Budget	Actual	Positive (Negative) Final Budget
Revenues:				
Probation fees	\$ 180,000	\$ 180,000	\$ 203,478	\$ 23,478
Drug screens	6,000	6,000	6,947	947
Home confinement	7,000	7,000	3,274	(3,726)
Miscellaneous - interest income	6,000	6,000	14,418	8,418
Miscellaneous - other	1,500	1,500	340	(1,160)
Total revenues	<u>200,500</u>	<u>200,500</u>	<u>228,457</u>	<u>27,957</u>
Expenditures:				
General government:				
Electronic monitoring	20,000	20,000	2,851	17,149
Training	25,000	25,000	4,505	20,495
Contractual	83,000	83,000	39,774	43,226
Drug testing	10,000	10,000	8,062	1,938
Equipment	80,000	80,000	52,380	27,620
Total expenditures	<u>218,000</u>	<u>218,000</u>	<u>107,572</u>	<u>110,428</u>
Excess of revenues over (under) expenditures	<u>(17,500)</u>	<u>(17,500)</u>	<u>120,885</u>	<u>138,385</u>
Other Financing Sources (Uses):				
Operating transfers in	-	-	100	100
Operating transfers out	<u>(144,504)</u>	<u>(144,504)</u>	<u>(144,504)</u>	<u>-</u>
Total other financing sources (uses)	<u>(144,504)</u>	<u>(144,504)</u>	<u>(144,404)</u>	<u>100</u>
Excess of revenues and other sources over (under) expenditures and other uses	<u>\$ (162,004)</u>	<u>\$ (162,004)</u>	<u>(23,519)</u>	<u>\$ 138,485</u>
Fund balance, beginning of year			<u>311,015</u>	
Fund Balance, End of Year			<u>\$ 287,496</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, 2007

	Original Budget	Final Budget	Actual	Positive (Negative) Final Budget
Revenues:				
Public health - license	\$ 375,000	\$ 375,000	\$ 337,619	\$ (37,381)
Public health - grant	854,000	854,000	935,494	81,494
Miscellaneous - interest income	1,000	1,000	643	(357)
Miscellaneous - other	1,000	1,000	150	(850)
Total revenues	<u>1,231,000</u>	<u>1,231,000</u>	<u>1,273,906</u>	<u>42,906</u>
Expenditures:				
Health and welfare:				
Salaries	936,000	936,000	966,794	(30,794)
Administrative reimbursement - County General	21,000	21,000	17,746	3,254
Copying	10,000	10,000	5,954	4,046
Rent	77,000	77,000	83,000	(6,000)
Travel	23,000	23,000	25,425	(2,425)
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	16,883	(4,883)
Equipment	8,000	8,000	483	7,517
Public education	1,000	1,000	-	1,000
VD control	1,000	1,000	78	922
Program expense	250,000	250,000	274,369	(24,369)
Insect control	2,200	2,200	1,854	346
Community service - trash pick-up	45,000	45,000	30,388	14,612
Total expenditures	<u>1,438,200</u>	<u>1,438,200</u>	<u>1,472,974</u>	<u>(34,774)</u>
Excess of revenues over (under) expenditures	<u>(207,200)</u>	<u>(207,200)</u>	<u>(199,068)</u>	<u>8,132</u>
Other Financing Sources (Uses):				
Operating transfers in	<u>191,500</u>	<u>191,500</u>	<u>191,500</u>	<u>-</u>
Excess of revenues and other sources over (under) expenditures and other uses	<u>\$ (15,700)</u>	<u>\$ (15,700)</u>	<u>(7,568)</u>	<u>\$ 8,132</u>
Fund balance, beginning of year			<u>64,012</u>	
Fund Balance, End of Year			<u>\$ 56,444</u>	

COLES COUNTY, ILLINOIS
 COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
 ALL AGENCY FUNDS
 Year Ended November 30, 2007

	Balance 11/30/06	Additions	Deductions	Balance 11/30/07
Coles County Collector:				
Assets:				
Cash Deposits	\$ 274,102	\$ 45,435,345	\$ 42,977,811	\$ 2,731,636
Liabilities:				
Distributions Payable	\$ 274,102	\$ 45,435,345	\$ 42,977,811	\$ 2,731,636
County Clerk:				
Assets:				
Cash Deposits	\$ 130,516	\$ 1,180,958	\$ 1,311,074	\$ 400
Liabilities:				
Distributions Payable	\$ 130,516	\$ 1,180,958	\$ 1,311,074	\$ 400
Revenue Tax Stamp:				
Assets:				
Cash deposits	\$ 159,687	\$ 158,740	\$ 188,181	\$ 130,246
Inventory	32,112	44,782	-	76,894
Total Assets	\$ 191,799	\$ 203,522	\$ 188,181	\$ 207,140
Liabilities:				
Distributions Payable	\$ 191,799	\$ 203,522	\$ 188,181	\$ 207,140
County Sheriff:				
Assets:				
Cash deposits	\$ 6,272	\$ 73,084	\$ 74,360	\$ 4,996
Accounts receivable	851	636	851	636
Due from other governments	-	119	-	119
Total Assets	\$ 7,123	\$ 73,839	\$ 75,211	\$ 5,751
Liabilities:				
Distributions Payable	\$ 7,123	\$ 73,839	\$ 75,211	\$ 5,751

COLES COUNTY, ILLINOIS
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
ALL AGENCY FUNDS
Year Ended November 30, 2007

	Balance 11/30/06	Additions	Deductions	Balance 11/30/07
Sheriff Sale Account:				
Assets:				
Cash Deposits	\$ 8	\$ -	\$ 8	\$ -
Liabilities:				
Distributions Payable	\$ 8	\$ -	\$ 8	\$ -
Sheriff Expense Account:				
Assets:				
Cash deposits	\$ 3,057	\$ 25,712	\$ 24,920	\$ 3,849
Due from other governments	498	573	-	1,071
Total Assets	\$ 3,555	\$ 26,285	\$ 24,920	\$ 4,920
Liabilities:				
Distributions Payable	\$ 3,555	\$ 26,285	\$ 24,920	\$ 4,920
Circuit Clerk:				
Assets:				
Cash Deposits	\$ 1,034,582	\$ 3,551,997	\$ 3,431,407	\$ 1,155,172
Liabilities:				
Distributions Payable	\$ 1,034,582	\$ 3,551,997	\$ 3,431,407	\$ 1,155,172
Probation District:				
Assets:				
Cash Deposits	\$ 100	\$ -	\$ 100	\$ -
Liabilities:				
Distributions Payable	\$ 100	\$ -	\$ 100	\$ -

COLES COUNTY, ILLINOIS
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
ALL AGENCY FUNDS
Year Ended November 30, 2007

	Balance 11/30/06	Additions	Deductions	Balance 11/30/07
Payroll Clearing:				
Assets:				
Cash Deposits	\$ 41	\$ 237	\$ 2,486	\$ (2,208)
Liabilities:				
Due to other funds	\$ -	\$ 237	\$ -	\$ 237
Distributions payable	41	-	2,486	(2,445)
Total Liabilities	\$ 41	\$ 237	\$ 2,486	\$ (2,208)
Inheritance Tax:				
Assets:				
Cash Deposits	\$ 36,204	\$ 1,877,260	\$ 1,900,855	\$ 12,609
Liabilities:				
Distributions Payable	\$ 36,204	\$ 1,877,260	\$ 1,900,855	\$ 12,609
Township Motor Fuel Tax:				
Assets:				
Cash deposits	\$ 247,954	\$ 1,114,695	\$ 1,059,117	\$ 303,532
Due from other governments	94,206	82,253	94,206	82,253
Total Assets	\$ 342,160	\$ 1,196,948	\$ 1,153,323	\$ 385,785
Liabilities:				
Distributions Payable	\$ 342,160	\$ 1,196,948	\$ 1,153,323	\$ 385,785
State Township Bridge:				
Assets:				
Cash Deposits	\$ 100,091	\$ 152,878	\$ 246,900	\$ 6,069
Liabilities:				
Distributions Payable	\$ 100,091	\$ 152,878	\$ 246,900	\$ 6,069

COLES COUNTY, ILLINOIS
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
ALL AGENCY FUNDS
Year Ended November 30, 2007

	Balance 11/30/06	Additions	Deductions	Balance 11/30/07
Unknown Heirs:				
Assets:				
Cash Deposits	\$ -	\$ 552	\$ 2	\$ 550
Liabilities:				
Distributions Payable	\$ -	\$ 552	\$ 2	\$ 550
Condemnation:				
Assets:				
Cash Deposits	\$ 7,175	\$ 45	\$ 3,645	\$ 3,575
Liabilities:				
Distributions Payable	\$ 7,175	\$ 45	\$ 3,645	\$ 3,575
Miscellaneous Drainage:				
Assets:				
Cash deposits	\$ 557,349	\$ 204,800	\$ 126,399	\$ 635,750
Due from other governments	2	-	2	-
Total Assets	\$ 557,351	\$ 204,800	\$ 126,401	\$ 635,750
Liabilities:				
Distributions Payable	\$ 557,351	\$ 204,800	\$ 126,401	\$ 635,750
Taxation Revolving Account:				
Assets:				
Cash Deposits	\$ 4,810	\$ 815	\$ 340	\$ 5,285
Liabilities:				
Distributions payable	\$ 4,810	\$ 815	\$ 340	\$ 5,285

COLES COUNTY, ILLINOIS
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
ALL AGENCY FUNDS
Year Ended November 30, 2007

	Balance 11/30/06	Additions	Deductions	Balance 11/30/07
State of Illinois Tax Escrow:				
Assets:				
Cash Deposits	\$ -	\$ -	\$ -	\$ -
Liabilities:				
Distributions Payable	\$ -	\$ -	\$ -	\$ -
Sheriff's Commissary:				
Assets:				
Cash deposits	\$ 131,402	\$ 96,474	\$ 78,441	\$ 149,435
Accounts receivable	9,772	595	9,772	595
Total Assets	\$ 141,174	\$ 97,069	\$ 88,213	\$ 150,030
Liabilities:				
Accounts payable	\$ 7,389	\$ 6,738	\$ 7,389	\$ 6,738
Amount due to others	133,785	90,331	80,824	143,292
Total Liabilities	\$ 141,174	\$ 97,069	\$ 88,213	\$ 150,030
Total Agency Funds:				
Assets:				
Cash deposits	\$ 2,693,350	\$ 53,873,592	\$ 51,426,046	\$ 5,140,896
Accounts receivable	10,623	1,231	10,623	1,231
Due from other governments	94,706	82,945	94,208	83,443
Inventory	32,112	44,782	-	76,894
Total Assets	\$ 2,830,791	\$ 54,002,550	\$ 51,530,877	\$ 5,302,464
Liabilities:				
Accounts payable	\$ 7,389	\$ 6,738	\$ 7,389	\$ 6,738
Due to other funds	-	237	-	237
Distributions payable	2,689,617	53,905,244	51,442,664	5,152,197
Amount due to others	133,785	90,331	80,824	143,292
Total Liabilities	\$ 2,830,791	\$ 54,002,550	\$ 51,530,877	\$ 5,302,464

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, 2007

	Original Budget	Final Budget	Actual	Positive (Negative) Final Budget
Revenues:				
Taxes - property tax	\$ 829,724	\$ 829,724	\$ 794,694	\$ (35,030)
Taxes - mobile home tax	2,000	2,000	1,962	(38)
Intergovernmental - replacement tax	50,000	50,000	82,687	32,687
Miscellaneous - administrative services	50,000	50,000	50,000	-
Miscellaneous - administrative services building administration	7,500	7,500	-	(7,500)
Miscellaneous - copying	12,000	12,000	5,564	(6,436)
Miscellaneous - interest income	3,000	3,000	5,354	2,354
Miscellaneous - vending	-	-	139	139
Miscellaneous - rents	322,656	322,656	324,284	1,628
Miscellaneous - CCMH property - rent	33,140	33,140	33,140	-
Miscellaneous - other	11,000	11,000	4,058	(6,942)
Total revenues	<u>1,321,020</u>	<u>1,321,020</u>	<u>1,301,882</u>	<u>(19,138)</u>
Non-revenue receipts:				
Loan proceeds	-	-	220,000	220,000
Total revenues	<u>1,321,020</u>	<u>1,321,020</u>	<u>1,521,882</u>	<u>200,862</u>
Expenditures:				
General government:				
Administration salary	7,500	7,500	-	7,500
Maintenance salary	72,696	72,696	73,908	(1,212)
Other salaries	58,019	58,019	58,985	(966)
Administrative reimbursement - County General	24,000	24,000	16,957	7,043
Repairs	7,500	7,500	6,390	1,110
Insurance - building	9,500	9,500	7,281	2,219
Electricity	32,000	32,000	34,178	(2,178)
Gas	15,000	15,000	11,993	3,007
Water	2,000	2,000	1,316	684
Copying	9,600	9,600	13,949	(4,349)
Maintenance supplies	20,000	20,000	23,867	(3,867)
Major projects	157,283	157,283	169,396	(12,113)
Snow and trash removal	3,000	3,000	2,944	56
Contingencies	5,000	5,000	289	4,711
Salaries	207,360	207,360	203,614	3,746
Auto lease and insurance	12,000	12,000	10,282	1,718
Employee insurance	2,000	2,000	2,976	(976)
Telephone	5,000	5,000	2,204	2,796
Travel	6,000	6,000	895	5,105

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, 2007

	Original Budget	Final Budget	Actual	Positive (Negative) Final Budget
Legal and consultants	6,000	6,000	-	6,000
Dues and meetings	11,000	11,000	9,116	1,884
Office supplies	12,000	12,000	10,678	1,322
Equipment	5,000	5,000	8,345	(3,345)
CCAR Industries	130,000	130,000	143,833	(13,833)
Coles County Mental Health Association	146,000	146,000	161,167	(15,167)
Central East Alcohol and Drug Commission	124,000	124,000	137,333	(13,333)
Camp New Hope	44,000	44,000	47,000	(3,000)
Big Brothers and Big Sisters Organization	36,000	36,000	33,850	2,150
HOPE of East Central Illinois, NFP	36,000	36,000	39,000	(3,000)
Contingencies	5,000	5,000	817	4,183
Total	<u>1,210,458</u>	<u>1,210,458</u>	<u>1,232,563</u>	<u>(22,105)</u>
Debt service:				
Principal	61,620	61,620	284,729	(223,109)
Interest	<u>31,842</u>	<u>31,842</u>	<u>31,721</u>	<u>121</u>
Total	<u>93,462</u>	<u>93,462</u>	<u>316,450</u>	<u>(222,988)</u>
Total expenditures	<u>1,303,920</u>	<u>1,303,920</u>	<u>1,549,013</u>	<u>(245,093)</u>
Excess of revenues over (under) expenditures	<u>\$ 17,100</u>	<u>\$ 17,100</u>	(27,131)	<u>\$ (44,231)</u>
Fund balance, beginning of year			<u>412,484</u>	
Fund Balance, End of Year			<u>\$ 385,353</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, 2007

	Original Budget	Final Budget	Actual	Positive (Negative) Final Budget
Revenues:				
Surcharge	\$ 410,134	\$ 410,134	\$ 471,289	\$ 61,155
Wireless surcharge	140,138	140,138	177,904	37,766
Nonemergency dispatch fees	125,000	125,000	125,001	1
Software reimbursement	41,993	41,993	41,993	-
Rent	9,000	9,000	9,000	-
Miscellaneous - interest income	21,878	21,878	33,854	11,976
Miscellaneous - other	198	198	4,249	4,051
Total revenues	<u>748,341</u>	<u>748,341</u>	<u>863,290</u>	<u>114,949</u>
Expenditures:				
Salaries	443,106	443,106	461,340	(18,234)
Fringe benefits	84,209	84,209	99,732	(15,523)
Employee expenses	1,236	1,236	1,508	(272)
Equipment maintenance	77,250	77,250	23,147	54,103
Telephone	79,324	79,324	84,528	(5,204)
Utilities	9,344	9,344	10,635	(1,291)
Mileage	150	770	883	(113)
Consultant fees	20,000	12,360	3,487	8,873
Postage	300	300	108	192
Dues and associate fees	100	120	416	(296)
Publishing and advertising	25	25	-	25
Training and education	1,500	8,500	10,813	(2,313)
Office supplies	7,042	7,042	4,864	2,178
Office equipment	66,692	66,692	9,977	56,715
Building maintenance	6,000	6,000	9,131	(3,131)
Miscellaneous	2,000	2,000	2,987	(987)
Depreciation	-	-	91,836	(91,836)
Total expenditures	<u>798,278</u>	<u>798,278</u>	<u>815,392</u>	<u>(17,114)</u>
Operating income (loss)	<u>(49,937)</u>	<u>(49,937)</u>	<u>47,898</u>	<u>97,835</u>
Non-Operating Revenues (Expenses):				
Interest expense	<u>-</u>	<u>-</u>	<u>5,945</u>	<u>(5,945)</u>
Excess of revenues over (under) expenditures	<u>\$ (49,937)</u>	<u>\$ (49,937)</u>	<u>41,953</u>	<u>\$ 91,890</u>
Fund balance, beginning of year			<u>1,262,084</u>	
Fund Balance, End of Year			<u>\$ 1,304,037</u>	

COLES COUNTY, ILLINOIS
SUMMARY OF TAX CHARGE AND ASSESSMENT
For 2006 Taxes Collected in 2007

	Tax Extended	Equalized Assessed Value
Residential	\$ 27,251,444	\$ 322,735,966
Farm	6,211,382	78,711,381
Commercial	11,033,663	125,505,127
Industrial	1,617,552	19,501,969
Railroads	125,493	1,657,098
Minerals	28,349	386,690
Tax increment financing	265,774	18,133,739
Enterprise zone	<u>656,261</u>	<u>8,861,855</u>
Totals	47,189,918	<u>\$ 575,493,825</u>
Drainage	<u>162,907</u>	
Totals	<u>\$ 47,352,825</u>	

COLES COUNTY, ILLINOIS
SUMMARY OF ASSESSED VALUATION
For Taxes Collected in Fiscal Years 2007, 2006, and 2005

	2006 Assessed Valuation	2005 Assessed Valuation	2004 Assessed Valuation
1985 Revised Classifications:			
Residential	\$ 322,735,966	\$ 305,576,459	\$ 288,046,800
Farm	78,711,381	85,968,193	90,457,179
Commercial	125,505,127	127,921,878	119,288,452
Industrial	19,501,969	18,841,053	19,387,490
Railroads	1,657,098	1,709,700	1,972,386
Minerals	386,690	240,861	227,120
Tax increment financing	18,133,739	3,358,000	2,457,304
Enterprise zone	8,861,855	10,704,223	10,362,185
Totals	<u>\$ 575,493,825</u>	<u>\$ 554,320,367</u>	<u>\$ 532,198,916</u>
Township Valuations:			
Ashmore	\$ 16,444,307	\$ 16,284,811	\$ 16,107,347
Charleston	199,048,743	191,217,995	179,790,587
East Oakland	14,725,962	14,451,159	14,155,049
Humboldt	23,208,042	24,370,512	24,722,592
Hutton	10,989,135	10,989,116	10,808,980
Lafayette	91,416,418	90,629,098	86,124,814
Mattoon	144,070,373	144,686,407	139,076,178
Morgan	5,251,515	5,315,649	5,417,215
North Okaw	14,042,617	15,024,495	15,390,524
Paradise	12,009,240	11,708,688	11,404,483
Pleasant Grove	14,719,329	14,243,751	14,044,824
Seven Hickory	11,334,405	12,041,747	12,699,019
Totals	<u>\$ 557,260,086</u>	<u>\$ 550,963,428</u>	<u>\$ 529,741,612</u>
Corporations:			
Village of Ashmore	\$ 4,974,429	\$ 4,816,004	\$ 4,545,127
City of Charleston	165,032,130	159,243,736	150,302,057
Village of Humboldt	2,186,529	2,159,126	2,065,215
Village of Lerna	1,450,973	1,410,938	1,345,285
City of Mattoon	172,356,293	171,621,770	163,272,483
City of Oakland	6,384,723	6,198,733	5,895,425
Totals	<u>\$ 352,385,077</u>	<u>\$ 345,450,307</u>	<u>\$ 327,425,592</u>

COLES COUNTY, ILLINOIS
SUMMARY OF ASSESSED VALUATION
For Taxes Collected in Fiscal Years 2007, 2006, and 2005

	2006 Assessed Valuation	2005 Assessed Valuation	2004 Assessed Valuation
Schools (Coles County Assessment Only):			
Coles #1	\$ 254,252,419	\$ 245,768,597	\$ 233,920,921
Coles #2	264,303,919	263,748,281	254,137,844
Edgar #3E	2,408,238	2,543,774	2,738,240
Shelby #3C	2,199,522	2,292,116	2,286,817
Edgar #5	15,974,372	15,785,080	15,542,725
Moultrie #300	283,086	307,948	316,580
Moultrie #305	2,947,783	3,219,423	3,417,940
Douglas #306	5,138,912	5,639,817	6,028,750
Junior College #505 (Parkland)	5,072,100	5,573,540	5,963,210
Junior College #517 (Lakeland)	543,426,132	534,684,606	513,416,217
Casey-Westfield #C-4	989,980	953,111	989,610
Totals	<u>\$ 1,096,996,463</u>	<u>\$ 1,080,516,293</u>	<u>\$ 1,038,758,854</u>
Airport Authority	<u>\$ 557,260,086</u>	<u>\$ 550,963,428</u>	<u>\$ 529,741,612</u>
Miscellaneous (Coles County Assessment Only):			
Arthur Park	\$ 2,947,783	\$ 3,219,423	\$ 3,417,940
Charleston Township Park	199,040,556	191,217,995	179,790,587
East Oakland Park	14,734,149	14,451,159	14,155,049
Mattoon Township Park	144,070,373	144,686,407	139,076,178
East Oakland Cemetery	14,725,962	14,451,159	14,155,049
North Fork Conservancy District	862,544	955,194	1,000,670
Arcola Public Library	25,018,088	5,639,817	6,028,750
Arthur Public Library	2,947,783	3,219,423	3,417,940
Multi-Township District #1	19,977,476	19,766,808	19,572,264
Multi-Township District #2	210,367,542	203,260,386	192,489,606
Multi-Township District #3	27,433,442	27,273,927	26,916,327
Multi-Township District #5	37,250,659	39,395,007	40,113,116
Totals	<u>\$ 699,376,357</u>	<u>\$ 667,536,705</u>	<u>\$ 640,133,476</u>

COLES COUNTY, ILLINOIS
SUMMARY OF ASSESSED VALUATION
For Taxes Collected in Fiscal Years 2007, 2006, and 2005

	2006 Assessed Valuation	2005 Assessed Valuation	2004 Assessed Valuation
Fire (Coles County Assessment Only):			
Arthur	\$ 1,826,526	\$ 2,007,039	\$ 2,125,800
Humboldt	27,545,373	29,109,210	29,686,612
Oakland	14,747,656	14,474,469	14,180,689
Seven Hickory Morgan	12,313,366	12,752,618	13,352,925
Hindsboro	1,874,753	2,051,733	2,178,020
Ashmore	16,444,307	16,284,811	16,107,347
Hutton	10,897,403	10,905,105	10,722,600
Cooks Mills	8,878,523	9,383,749	9,486,764
Wabash	26,985,056	27,306,661	27,077,237
Lincoln	88,089,148	84,251,123	79,805,409
Totals	<u>\$ 209,602,111</u>	<u>\$ 208,526,518</u>	<u>\$ 204,723,403</u>

COLES COUNTY, ILLINOIS
SCHEDULE OF TAX RATES, EXTENSIONS AND COLLECTIONS - COUNTY FUNDS
For the Fiscal Years 2007, 2006 and 2005

	<u>2007</u>	<u>2006</u>	<u>2005</u>
Tax Rates - County Funds:			
General Fund	0.25702	0.26058	0.2700
County Highway	0.07867	0.08098	0.0816
County Township Bridge	0.04495	0.04628	0.0482
Tuberculosis	0.01669	0.01717	0.0176
Municipal Retirement	0.18687	0.18140	0.1560
Mental Health	0.14428	0.14853	0.1500
Special Services	0.20407	0.20689	0.1895
Highway Matching Tax	0.04495	0.04628	0.0482
Liability	0.03223	0.03393	0.0353
Senior Citizens Social Services	0.02341	0.01911	0.0248
Social Security	0.10086	0.10366	0.1154
Unemployment Insurance	0.00262	0.00149	0.0029
Workmen's Compensation	0.01882	0.02003	0.0202
Bonds	-	0.03324	0.0344
Total	<u>1.15540</u>	<u>1.19957</u>	<u>1.1941</u>

Tax Extensions - County Funds:			
General Fund	\$ 1,409,776	\$ 1,407,805	\$ 1,402,324
County Highway	431,511	437,501	423,814
County Township Bridge	246,554	250,031	250,341
Tuberculosis	91,546	92,762	91,411
Municipal Retirement	1,024,998	980,028	810,232
Mental Health	791,388	802,445	779,069
Special Services	1,119,340	1,117,740	984,224
Highway Matching Tax	246,554	250,031	250,341
Liability	176,784	183,310	183,341
Senior Citizens Social Services	128,405	103,243	128,806
Social Security	553,226	560,032	599,364
Unemployment Insurance	14,371	8,050	15,062
Workmen's Compensation	103,229	108,214	104,915
Bonds	-	179,582	178,667
Totals	<u>\$ 6,337,682</u>	<u>\$ 6,480,774</u>	<u>\$ 6,201,911</u>

COLES COUNTY, ILLINOIS
SCHEDULE OF TAX RATES, EXTENSIONS AND COLLECTIONS - COUNTY FUNDS
For the Fiscal Years 2007, 2006 and 2005

	<u>2007</u>	<u>2006</u>	<u>2005</u>
Collected - County Funds:			
General Fund and Special Services	\$ 2,539,684	\$ 2,536,167	\$ 2,386,847
County Highway General	433,314	439,341	423,866
County Construction of Bridges	247,585	251,083	250,372
Tuberculosis	91,929	93,152	91,422
Municipal Retirement	1,029,280	984,150	810,333
Mental Health	794,694	805,820	779,166
Highway Matching Tax	247,585	251,083	250,372
Liability Protection	177,523	184,081	183,364
Senior Citizens Social Services	156,097	103,678	128,822
Social Security	555,537	562,387	599,438
Unemployment Insurance	14,431	8,084	15,064
Bonds	-	180,337	178,689
Workmen's Compensation	<u>103,661</u>	<u>108,669</u>	<u>104,928</u>
Totals	<u>\$ 6,391,320</u>	<u>\$ 6,508,032</u>	<u>\$ 6,202,681</u>
Percentage Collected Includes Penalties	<u>100.85%</u>	<u>100.42%</u>	<u>100.01%</u>

COLES COUNTY, ILLINOIS
SCHEDULE OF MOBILE HOME PRIVILEGE TAXES
For the Fiscal Years 2007, 2006 and 2005

	2006 Tax	2005 Tax	2004 Tax
Date Distributed	2-16-07	3-1-06	3-1-05
County	\$ 16,938.78	\$ 17,515.01	\$ 16,984.88
Airport	1,073.08	1,174.20	1,150.12
Schools	<u>73,952.22</u>	<u>73,299.43</u>	<u>74,423.47</u>
	<u>91,964.08</u>	<u>91,988.64</u>	<u>92,558.47</u>
Townships:			
Ashmore	675.26	716.24	739.34
Charleston	1,169.56	1,366.31	1,374.40
East Oakland	651.42	734.95	650.11
Humboldt	852.86	1,069.67	490.43
Hutton	721.85	754.89	762.56
Lafayette	207.45	233.21	221.53
Mattoon	1,039.81	1,088.70	1,008.46
Morgan	408.05	449.68	444.29
North Okaw	350.05	344.39	365.25
Paradise	1,562.96	1,574.75	1,521.41
Pleasant Grove	1,451.85	1,382.22	1,329.24
Seven Hickory	<u>165.64</u>	<u>151.73</u>	<u>201.40</u>
Total Townships	<u>9,256.76</u>	<u>9,866.74</u>	<u>9,108.42</u>
Corporations	12,972.78	13,207.15	12,919.85
Fire districts	2,127.75	2,205.27	2,139.83
Special districts	1,425.68	1,519.13	1,583.63
Multi township assessment districts	<u>558.73</u>	<u>498.88</u>	<u>355.65</u>
	<u>17,084.94</u>	<u>17,430.43</u>	<u>16,998.96</u>
	<u>\$ 118,305.78</u>	<u>\$ 119,285.81</u>	<u>\$ 118,665.85</u>

COLES COUNTY, ILLINOIS
LEGAL DEBT MARGIN

Assessed Valuation	<u>\$ 575,493,825</u>
Statutory Debt Limitation (5.75% of assessed valuation)	\$ 33,090,895
Total Debt:	
Contracts payable	119,894
Bonds payable - Public Building Commission	445,000
Bonds payable - sales tax alternative source	420,000
Mortgage payable	<u>608,154</u>
	<u>1,593,048</u>
Legal Debt Margin	<u>\$ 31,497,847</u>

FEDERAL FINANCIAL COMPLIANCE SECTION

COLES COUNTY, ILLINOIS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Year Ended November 30, 2007

Federal Grantor/Pass-Through Grantor	Program Title	Pass-Through Grantor Number	CFDA Number	Federal Expenditures
U.S. Department of Agriculture passed through Illinois Department of Human Services	Special Supplemental Nutrition Program for Women, Infants, and Children Non-Cash Assistance	11G7106000	10.557	\$ 144,300
		11G8106000	10.557	94,900
		N/A	10.557	421,222
				<u>660,422</u>
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>300</u>
U.S. Department of Agriculture passed through Illinois Department of Human Services	Women, Infants, & Children Farmer's Market	11G8106000	10.572	<u>1,000</u>
U.S. Department of Transportation passed through Illinois Department of Transportation	Federal Transit Capital Investment Grant	3391	20.500	<u>10,602</u>
		3599	20.509	135,049
		3692	20.509	<u>39,287</u>
				<u>174,336</u>
U.S. Department of Transportation passed through Illinois Emergency Management Association	Hazardous Materials Emergency Preparedness	N/A	20.703	<u>2,098</u>
U.S. Department of Health and Human Services passed through Illinois Department of Public Health	Public Health Contractual Services	4740	66.605	<u>488</u>
U.S. Department of Health and Human Services passed through National Association of County and City Health Officials	Medical Reserve Corps Small Grant Program	MRC 07380	93.008	<u>10,000</u>
U.S. Department of Health and Human Services passed through Illinois Department of Public Health	Public Health Emergency Preparedness	1310	93.069	<u>17,152</u>
		6510	93.268	500
		000452	93.268	<u>81,899</u>
	Illinois Immunization Program			<u>82,399</u>
U.S. Department of Health and Human Services passed through Illinois Department of Public Health	Bioterrorism Preparedness	0210	93.283	23,730
		1310	93.283	<u>36,973</u>
				<u>60,703</u>

COLES COUNTY, ILLINOIS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Year Ended November 30, 2007

Federal Grantor/Pass-Through Grantor	Program Title	Pass-Through Grantor Number	CFDA Number	Federal Expenditures
U.S. Department of Health and Human Services passed through Illinois Department of Public Aid	Child Support Enforcement	2005-55-007	93.563	4,470
		2008-55-007	93.563	<u>3,315</u>
				<u>7,785</u>
U.S. Department of Health and Human Services passed through Illinois Department of Human Services	Title X Family Planning	11G7106000	93.217	20,166
	Title X Family Planning	11G8106000	93.217	<u>41,000</u>
				<u>61,166</u>
	Child Care and Development Block Grant	11G7106000	93.575	9,338
	Child Care and Development Block Grant	11G8106000	93.575	<u>16,220</u>
				<u>25,558</u>
	Title XX Block Grant	11G7106000	93.667	<u>30,600</u>
	Diabetes Program	11G7106000	93.988	6,700
	Diabetes Program	11G8106000	93.988	<u>6,500</u>
				<u>13,200</u>
	Maternal and Child Health Population Program	11G7106000	93.994	<u>11,400</u>
U.S. Department of Health and Human Services passed through Illinois Department of Public Aid	Medicaid	N/A	93.778	<u>28,231</u>
U.S. Department of Homeland Security	Emergency Food and Shelter Program	N/A	97.024	<u>533</u>
U.S. Department of Homeland Security passed through Illinois Emergency Management Agency	Hazardous Mitigation Plan Grant	N/A	97.039	<u>14,988</u>
	Emergency Management Assistance Grant	N/A	97.042	<u>11,537</u>
Totals				<u>\$ 1,224,498</u>

The accompanying notes to the schedule of expenditures of federal awards are an integral part of these financial statements.

COLES COUNTY, ILLINOIS
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Year Ended November 30, 2007

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, 2007 of \$174,336 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, 2006 to June 30, 2007.

	I.D.O.T. <u>Section 5311</u>	Matching <u>Title XX D.F.I.</u>
Revenues:		
Grant revenues	\$ 174,047	\$ 58,147
United Way	46	7,392
Local government	5,793	11,990
Donations	7,484	-
Client fees/fares	43,616	-
Other	20,227	-
Total revenues	<u>251,213</u>	<u>77,529</u>
Expenses:		
Payroll	145,862	49,727
Payroll taxes	11,922	4,028
Workers' compensation	7,924	2,252
Employee benefits	1,891	540
Travel and conferences	752	-
Communications	4,281	1,600
Advertising	1,437	-
Dues and publications	795	-
Insurance	7,054	2,700
Utilities and rent	6,849	1,570
Office supplies and expense	11,092	1,120
Gas and oil	29,059	7,828
Repairs and maintenance	16,638	5,310
Audit and accounting	5,139	740
Other	417	114
Total expenses	<u>251,112</u>	<u>77,529</u>
Excess (deficiency) of revenues over expenses before depreciation	101	-
Depreciation	<u>(76)</u>	<u>-</u>
Excess (Deficiency) of Revenues Over Expenses	<u>\$ 25</u>	<u>\$ -</u>

COLES COUNTY, ILLINOIS
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Year Ended November 30, 2007

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 \$174,336.

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, 2007, all insurance coverage provided by Illinois Counties Risk Management Trust, policy #07-177 for the period 12/1/06 – 12/1/07:

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, 2007

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	\$14,464,434
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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	\$14,464,434
Mobile/Contractors Equipment (ACV)	\$ 77,250
(unscheduled equipment maximum \$10,000 per item)	
Earthquake (including mine subsidence)	\$14,464,434
(\$100 million program aggregate)	
Flood, including backup of sewer and water seepage	\$14,464,434
(Flood Zone A excluded, \$100 million program aggregate)	
Auto Physical Damage	
(Actual cash value excluding Flood Zone A)	\$ 1,351,116
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, 2007

SUMMARY OF AUDIT RESULTS

1. The auditor's report expresses an unqualified opinion on the financial statements of Coles County, Illinois.
2. Significant deficiencies relating to the audit of the financial statements are reported in the 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*.
3. No instances of noncompliance material to the financial statements of Coles County, Illinois were disclosed during the audit.
4. No significant deficiencies relating to the audit of the major federal award programs are reported in the Report on Compliance with Requirements Applicable to Each Major Program and Internal Control over Compliance in Accordance with OMB Circular A-133.
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 program tested as a major program was Public Health WIC Grant, CFDA #10.557.
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

Significant Deficiencies

#2007-1: Collateral for Bank Accounts:

As of November 30, 2007, \$49,435 of cash deposits for the Sheriff Commissary exceeded FDIC limit and no additional collateral had been obtained. There had been an accumulation of cash at a financial institution where deposits are normally under the \$100,000 FDIC insurance limit. We recommend that more careful attention be paid in the future to the required collateral to insure that all cash deposits are adequately collateralized. We also recommend that periodically all offices that maintain bank accounts keep the Treasurer's Office informed of the bank balance and the financial institution where the account is located. This will enable the Treasurer's Office to maintain adequate collateral balances.

Response: We are moving the three (3) accounts from Charleston Federal Savings and Loan, accounts 01-90-31691, 01-09-156661 and 01-90-156679 and placing these accounts with First-Mid Illinois Bank and Trust. We will also provide your office with quarterly statements from these accounts. This will help you maintain adequate collateral balances and your office will be informed of the balances of these accounts. Please let me know if you need anything further in regards to the audit.

COLES COUNTY, ILLINOIS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended November 30, 2007

#2007-2: Accounts Payable:

Payables should be recorded in the period for which the goods are received or the services rendered in order to reflect proper cutoff and ensure that the financial statements are complete with respect to accounts payable and expenditures. We noted fifteen invoices totaling \$3,513.20 for Public Health and five invoices totaling \$1,949.53 for Mental Health which were recorded in the FY08 fiscal year when they should have been recorded as payables in the year under audit. We recommend that more attention be paid at the County's year end to have bills paid from the proper budget year.

Response: Procedures have been put into place which will ensure that vouchers received during the current fiscal year will be paid in that fiscal year as long as funds are available to do so.

#2007-3: Accounts Receivable:

We noted one instance where accounts receivable was not properly and timely billed. The Tipping Fee Fund failed to bill local cities for the fourth quarter recycling drop-off program service prior to the County's year-end. We recommend that great attention be paid for the timely billing of revenues for the County.

Response: The finding involved the fact that Tipping Fee Fund failed to invoice the partner municipalities for the last portion of the Recycling Drop-Off Program. It was just that...an oversight on the part of staff. Staff has put into place a "tickler" system using Outlook Express to ensure that the Partner Municipalities are invoiced in a regular and timely manner; thus hopefully avoiding this oversight in the future.

#2007-4: Circuit Clerk Fee Sheets:

We perform tests to determine that the Circuit Clerk has properly assessed fines, fees, costs, penalties, and judgments in accordance with the purpose authorized by law. For this testing, we review a sample of fees collected and test that the correct amount of fee was assessed and the fee was properly allocated. Some of the fees reviewed were first assessed in a prior year. We were not able to determine if the correct amount of fee was assessed due to the Circuit Clerk's office not maintaining adequate records of prior year fee sheets or records of changes in fees. Oral changes to the fees should be formally documented as well. We recommend that the Circuit Clerk's office maintain records of all fees charged for all years in case a discrepancy or miscalculation were to arise.

Response: A system has been put into place to indicate what time period any current or future fee schedules encompass.

#2007-5: Expenditures Over Appropriations (Budget):

Appropriations set the legal spending limit for each fund. Expenditures in the General Fund, Debt Service Fund, Law Library Fund, Tipping Fee Fund, GIS Fund, and Public Health Fund as well as the Mental Health and Emergency Telephone System component units exceeded appropriations as indicated:

	<u>Appropriation</u>	<u>Actual Expenditure</u>
County General	\$ 9,839,378	\$ 9,935,700
Debt Service	151,500	331,288
Law Library	18,900	21,834
Tipping Fee	107,500	112,156
GIS Fund	151,500	174,606
Public Health	1,438,200	1,472,974
Mental Health	1,303,920	1,549,013
Emergency Telephone System	798,278	815,392

COLES COUNTY, ILLINOIS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended November 30, 2007

The overage in the General Fund is a result of an audit adjustment to record a payable. For the Debt Service Fund, the variance is a result of an audit adjustment to record a debt service payment previously held with the fiscal agent. The overage in the Public Health Fund is due to an audit adjustment of \$32,083 to record rent payable. For Mental Health, \$7,114 of the variance is an audit adjustment to record a payable for the copier operating lease. The variance in Emergency Telephone System is a result of the audit adjustment to record depreciation expense. A comparison of budget to actual should be made monthly. If expenditures are likely to go over budget, then the County should consider a budget amendment.

Response:

County General Fund – The overage was approved to pay past salary adjustments for employees deployed to Iraq using carry over funds. In the future, the County Board will pass a budget amendment.

Debt Service – In the future, the County Board will pass a budget amendment.

Tipping Fee – The overage was approved to decrease the carry over funds due to the closure of the landfill. In the future, the County Board will pass a budget amendment.

GIS Fund – The overage was approved for equipment purchases using carry over funds. In the future, the County Board will pass a budget amendment.

#2007-6: Financial Statement Preparation:

As part of the audit, management has requested us to prepare the financial statements, including the related notes since the County lacks sufficient expertise to prepare financial statements and disclosures in accordance with the accounting standards. The absence of a detailed review of the financial statements by management prior to their issuance is considered a material weakness because the potential exists that a material misstatement of the financial statements could occur and not be prevented or detected by the County's internal control. Management has chosen to accept that degree of risk because of cost and other considerations for a governmental unit of their size and structure.

Response: The County is aware of this potential issue regarding the preparation and review of financial state and disclosures. Due to the small size of our organization it is not possible for Coles County to hire a specific individual with the expertise to prepare these types of financial statements. We accept the potential risk involved in having our auditor prepare and review our financial statements.

FINDINGS AND QUESTIONED COSTS – MAJOR FEDERAL AWARD PROGRAM AUDIT

None

PRIOR YEAR AUDIT FINDINGS

None