

Carroll County, Illinois

Mount Carroll, Illinois

Financial Report

Year Ended November 30, 2015

Carroll County, Illinois

Year Ended November 30, 2015

Table of Contents

Independent Auditor's Report	1 - 3
Management's Discussion and Analysis	4 - 14
Basic Financial Statements:	
Government-Wide Financial Statements:	
Statement of Net Position	15
Statement of Activities	16
Fund Financial Statements:	
Governmental Funds:	
Balance Sheet	17 - 18
Reconciliation of the Balance Sheet to the Statement of Net Position	19
Statement of Revenues, Expenditures and Changes in Fund Balances	20 - 21
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances to the Statement of Activities	22
Fiduciary Funds -	
Statement of Fiduciary Net Position	23
Notes to Financial Statements	24 - 50
Required Supplementary Information:	
Budgetary Comparison Schedules for:	
General Fund	51
County Highway Fund	52
Illinois Municipal Retirement Fund	53
Community Mental Health Fund	54
Maintenance and Child Support Fund	55
Multiyear Schedule of Changes in Net Pension Liability and Related Ratios	56 - 57
Multiyear Schedule of IMRF Contributions	58
Notes to Required Supplementary Information	59 - 60
Supplementary Information:	
Combining Balance Sheet – General Fund	61
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances - General Fund	62
Nonmajor Governmental Funds:	
Combining Balance Sheet	63 - 70
Combining Statement of Revenues and Expenditures and Changes in Fund Balances	71 - 78

Carroll County, Illinois

Year Ended November 30, 2015

All Agency Funds:	
Combining Statement of Changes in Assets and Liabilities	79 - 82
 Schedule of Expenditures from Taxes Extended for Tort Immunity Purposes	 83
 Illinois Department of Human Services – Consolidated Financial Report	 84 - 93
 Independent Auditor’s Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>	 94 - 95
 Schedule of Finding and Responses	 96 - 98



Independent Auditor's Report

To the County Board
Carroll County, Illinois
Mount Carroll, Illinois

Report on the Financial Statements

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

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of Carroll County, Illinois, as of November 30, 2015, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States.

Emphasis of Matter

The County adopted GASB Statement No. 68, *Accounting and Financial Reporting for Pensions-an amendment of GASB Statement No. 27* and GASB Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date-an amendment of GASB 68*, during the year ended November 30, 2015. Statement No. 68 and 71 changed how net pension liability is reported on the statement of net position and the footnotes related to the retirement systems the County participates in. Our opinions are not modified with respect to this matter.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States require that the management's discussion and analysis and required supplementary information on pages 4 through 14 and 51 through 60 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's financial statements as a whole. The schedules listed as supplementary information on page 61 through 83 are presented for purposes of additional analysis and are not a required part of the financial statements. The supplementary information on pages 84 through 93 including the "Illinois Department of Human Services Consolidated Financial Report" is presented for purposes of additional analysis as required by the Illinois Department of Human Services and is also not a required part of the basic financial statements. The supplementary information is the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. Such information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States. In our opinion, the supplementary information is fairly stated in all material respects in relation to the financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated February 11, 2016, on our consideration of the County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the County's internal control over financial reporting and compliance.

Wipfli LLP

Sterling, Illinois
February 11, 2016

Management's Discussion And Analysis

Carroll County, Illinois

Management's Discussion and Analysis

Carroll County, Illinois' (the "County") management's discussion and analysis (MD&A) is generally intended to (1) assist the reader in focusing on significant financial issues, (2) provide an overview of the County's financial activities, (3) identify changes in the County's financial position (its ability to meet future financial demands and conditions), (4) identify any material deviations from the governmental unit's financial plan (approved budget), and (5) identify individual fund issues or concerns.

The MD&A is provided at the beginning of the report to provide an overview of the County's financial position at November 30, 2015 and the results of operations for the year. This summary should not be taken as a replacement for the audit report, which consists of the basic financial statements, notes to the financial statements, required and supplementary information.

FINANCIAL HIGHLIGHTS FOR FY2015

- The County's assets exceeded its liabilities at the close of the fiscal year by \$11.7 million (net position). Of this amount, \$1.3 million (unrestricted net position) may be used to meet the County's ongoing obligations.
- The County's total net position increased by \$0.6 million during fiscal year 2015 as reported in the statement of activities.
- The County's major revenue consisted of \$2.8 million in property tax distributions, \$1.4 million in operating grants and contributions, and \$1.4 million in charges for services.
- At the close of fiscal year 2015, the County's governmental funds reported combined ending fund balances of \$5.8 million, an increase of \$33 thousand in comparison to the prior year.
- At the end of fiscal year 2015, the unassigned fund balance in the General Fund was \$1.5 million.

OVERVIEW OF THE FINANCIAL STATEMENTS

This document serves as an introduction to the County's basic financial statements. There are three components to the basic financial statements – government wide financial statements, fund financial statements, and notes to the financial statements. This report also contains required supplementary and supplementary information in addition to the basic financial statements themselves.

GOVERNMENT-WIDE FINANCIAL STATEMENTS

These statements are designed to provide readers with a broad overview of Carroll County's finances, in a manner similar to private-sector business, using the economic resources measurement focus and the accrual basis of accounting.

The statement of net position presents information on all of the County's assets and liabilities, with the difference between the two reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of improvements or deterioration of the financial position of the County.

The statement of activities presents information that shows how the County's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus revenues and expenses are reported in this statement for some items that will result in cash flows in future fiscal years.

Carroll County, Illinois

Management's Discussion and Analysis

GOVERNMENT-WIDE FINANCIAL STATEMENTS (continued)

These statements highlight the functions of the County that are principally supported by taxes and intergovernmental revenues (governmental activities). The governmental activities of Carroll County include general control and administration, public safety, judiciary and court related, public health, public welfare, transportation, and corrections. There are no business-type activities accounted for by the County.

The government-wide financial statements can be found on pages 15 and 16 of this report.

Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. Carroll County, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental funds. Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements. The County's Governmental Funds during the reporting period use the modified accrual basis of accounting and activities are converted to the accrual basis of accounting for reporting purposes.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the county's near-term financial decisions. Both the governmental funds balance sheet and the governmental funds statement of revenues, expenditures and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and government-wide activities.

Carroll County maintains individual governmental funds. Information is presented separately in the governmental funds balance sheet and in the governmental funds statement of revenues, expenditures, and changes in fund balances for major funds, (the General Fund, the County Highway, Illinois Municipal Retirement, Community Mental Health, and the Maintenance and Child Support Fund). All other non-major governmental funds are combined and presented in one column. Individual fund data for each of the non-major governmental funds is provided in the form of combining statements elsewhere in this report. The governmental fund financial statements can be found on pages 17- 18, and 20-21 of this report.

Fiduciary Funds. The County also maintains a number of fiduciary funds in the form of agency funds, which are used to account for resources - almost exclusively cash and investments - held by the County for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the County's own programs. The fiduciary fund financial statement can be found on page 23 of this report.

Carroll County, Illinois

Management's Discussion and Analysis

GOVERNMENT-WIDE FINANCIAL STATEMENTS (continued)

Notes to the Financial Statements

These provide additional information that is essential to gaining a full understanding of the data provided in the government-wide and fund financial statements. The Notes to the Financial Statements can be found on pages 24 – 50 of this report.

Required Supplementary Information

This information addresses the County's budgetary comparison schedules of major funds, Multiyear Schedules of Changes in Net Pension Liability and Related Ratios, and the Multiyear Schedules of IMRF Contributions. The County adopts an annual appropriated budget for its General Fund and Special Revenue Funds. A budgetary comparison schedule has been provided for the General Fund and major Special Revenue Funds to demonstrate compliance with this budget. The IMRF pension schedules have been provided to present the County's obligation to provide pension benefits to County employees through the IMRF system. Required supplementary information can be found on pages 51 – 60 of this report.

Supplementary Information

This information as discussed earlier in connection with the General Fund, non-major governmental funds, agency funds, tort immunity expenditures, and Illinois Department of Human Services – Consolidated Financial Report are presented immediately following the required supplementary information on pensions. Supplementary information can be found on pages 61 - 93 of this report.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

As previously addressed, net position may serve the purpose over time as a useful indicator of a government's financial position. To that end, Carroll County's assets exceeded its liabilities by \$11.7 million for FY2015.

Carroll County, Illinois

Management's Discussion and Analysis

GOVERNMENT-WIDE FINANCIAL ANALYSIS (continued)

The following table represents a condensed Statement of Net Position of the County for governmental activities as of November 30, 2015 and 2014.

Net Position (in millions) Governmental Activities November 30		
	2015	2014*
Current assets	\$9.2	\$9.2
Noncurrent assets	6.4	6.0
Total assets	15.6	15.2
Deferred outflows of resources	1.0	0.0
Total assets and deferred outflows of resources	16.6	15.2
Current liabilities	0.4	0.6
Noncurrent liabilities	1.5	0.1
Total liabilities	1.9	0.7
Deferred inflows of resources	3.0	2.8
Total liabilities and deferred inflows of resources	4.9	3.5
Net position		
Net investment in capital assets	6.2	6.0
Restricted	4.2	4.2
Unrestricted	1.3	1.5
Total net position	\$11.7	\$11.7

*Adjustments have not been made to restate prior years for the effects of GASB Statements No. 68 and 71

At November 30, 2015, the County is able to report positive balances in all three categories of net position.

A portion of the County's net position is reflected in its investments in capital assets (i.e., land, buildings, equipment, and infrastructure). The County uses these assets to provide services. Therefore these assets are not available for future spending. Although the County's investments in its capital assets are reported net of available debt, it is important to note that under this consideration the resources required to repay this type of debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these types of liabilities.

Carroll County, Illinois

Management's Discussion and Analysis

GOVERNMENT-WIDE FINANCIAL ANALYSIS (continued)

The following condensed financial information was derived from the Government-Wide Statement of Activities and reflects how the County's net position changed during the fiscal years.

Changes in Net Position (in millions)		
Governmental Activities		
For the year ended November 30		
	2015	2014*
Revenues:		
Program revenues:		
Charge for services	\$1.4	\$1.3
Operating grants and contributions	1.4	1.3
Capital grants and contributions	0.4	0.8
General revenue:		
Local property taxes	2.8	2.8
Sales taxes	0.4	0.4
State income taxes	0.7	0.6
Public safety taxes	0.2	0.3
Other taxes	0.3	0.3
Unrestricted investment earnings	0.0	0.0
Miscellaneous	0.1	0.1
Total revenues	7.7	7.9
Expenses:		
General control and administration	1.6	1.7
Public safety	1.6	1.6
Judiciary and court related	0.8	0.9
Public health	0.3	0.4
Public welfare	0.7	0.6
Transportation	1.8	2.6
Corrections	0.3	0.4
Total expenses	7.1	8.2
Change in net position	0.6	(0.3)
Net position, beginning, as restated	11.1	12.0
Net position, ending	\$11.7	\$11.7

*Adjustments have not been made to restate prior years for the effects of GASB Statements No. 68 and 71

Carroll County, Illinois

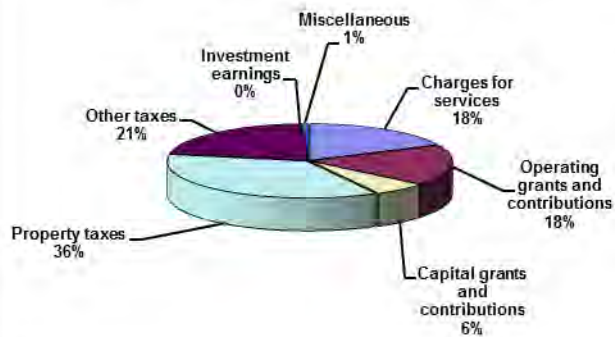
Management's Discussion and Analysis

GOVERNMENT-WIDE FINANCIAL ANALYSIS (continued)

The County's 2015 total revenues (Figure A-1) come from a variety of sources including 36% from property taxes, and 21% of every dollar raised comes from some other type of tax. Another 18% comes from operating grants and contributions along with 18% from fees charged for services.

The County's 2015 expenses (Figure A-2) cover a range of services, with about 25% related to transportation and 22% related to general control and administration. Another 22% is devoted to public safety along with 12% towards judiciary and court related services.

**Figure A-1
Total Revenues for Fiscal Year 2015**



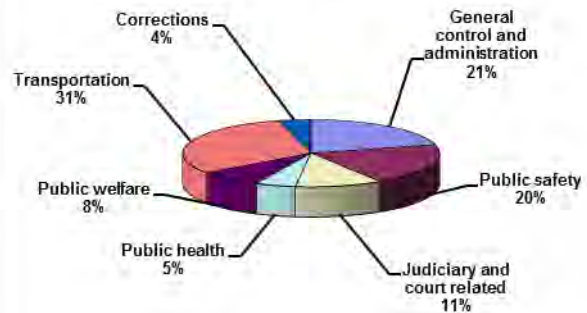
**Figure A-2
Total Expenses for Fiscal Year 2015**



**Figure A-1
Total Revenues for Fiscal Year 2014**



**Figure A-2
Total Expenses for Fiscal Year 2014**



Carroll County, Illinois

Management's Discussion and Analysis

GOVERNMENT-WIDE FINANCIAL ANALYSIS (continued)

Net position increased \$0.6 million from the previous year. For the fiscal year ended November 30, 2015 revenues from governmental activities totaled \$7.7 million. Tax revenues (\$4.4 million, or 57%) represent the largest source. Operating grants and contributions in 2015 account for \$1.4 million (18%) of the governmental activities revenue. These are mainly derived from federal and state grants.

In the following table, we have presented the cost of each of the County's functions as well as the net cost (total cost less revenues generated by the activities) for each. Net costs help to show what functions are being covered by direct revenue and those that are covered by the net revenue of others.

For the year ended November 30, 2015		
	Total cost of service (in millions)	Net cost of service (in millions)
General control and administration	\$1.6	\$1.1
Public safety	1.6	1.2
Judiciary and court related	0.8	0.2
Public health	0.3	0.1
Public welfare	0.7	0.4
Transportation	1.8	0.6
Corrections	0.3	0.3
Total governmental activities	\$7.1	\$3.9

For the year ended November 30, 2014		
	Total cost of service (in millions)	Net cost of service (in millions)
General control and administration	\$1.7	\$1.2
Public safety	1.6	1.3
Judiciary and court related	0.9	0.4
Public health	0.4	0.2
Public welfare	0.6	0.4
Transportation	2.6	0.9
Corrections	0.4	0.4
Total governmental activities	\$8.2	\$4.8

For the fiscal year ended November 30, 2015, expenses for governmental activities totaled \$7.1 million. Transportation related expenses accounted for \$1.8 million (25%) of the total governmental activities expenses in 2015. Various funds established for the County Highway Department account for these expenses.

General control and administrative expenses accounted for \$1.6 or 22% of the governmental activities total. These expenses are used for the operations of departments conducting such functions as administrative and financial functions, elections, document recording and retrieval, and assessment of property.

Carroll County, Illinois

Management's Discussion and Analysis

GOVERNMENT-WIDE FINANCIAL ANALYSIS (continued)

Public Safety (22% of the total) accounted for \$1.6 million in expenses during 2015. The highest percentage of public safety is directly tied to the operations of the Sheriff's Department. The coroner, animal control, and emergency service function is also part of this activity group.

Judiciary and Court related expenses totaled \$0.8 million (12%) in 2015. Expenses relating to the circuit court, public defender, court services, and the State's Attorney relate to this function.

Public Welfare related expenses represented \$0.7 million (9%) of the total governmental expenses activity. The highest percentage of public welfare is directly tied to the operations of the public transportation grant.

Public Health related expenses represented \$0.3 million (5%) of the total governmental expenses activity. These expenses are used for the operations of the health department.

Corrections related expenses represented \$0.3 million (5%) of the total governmental expenses activity. These expenses are used for the operations of the county jail.

FINANCIAL ANALYSIS OF THE COUNTY'S FUNDS

Carroll County uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental Funds

The focus of the County's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the County's financing requirements. In particular, unassigned fund balances may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

As of the end of the current fiscal year the County's governmental funds reported combined ending fund balances of \$5.8 million, an increase of \$40 thousand in comparison with the previous fiscal year.

The general fund is the primary operating fund of the County. At the end of the current fiscal year, the unassigned fund balance of the general fund was \$1.5 million. As a measure of the general fund's liquidity, it may be useful to compare the unassigned fund balance to total fund expenditures.

The fund balance of the General Fund decreased by \$0.3 million before transfers during the current fiscal year.

For the year ended November 30, 2015			
	(A)	(B)	(A) / (B)
	Unassigned/Restricted	Total	Percent of Expenditures
	fund balance	expenditures	to Unassigned/Restricted
	(in millions)	(in millions)	Fund Balance
General Fund	\$1.5	\$3.6	43.2%
County Highway	\$0.5	\$0.9	55.2%

Carroll County, Illinois

Management's Discussion and Analysis

FINANCIAL ANALYSIS OF THE COUNTY'S FUNDS (continued)

	For the year ended November 30, 2014		
	(A)	(B)	(A) / (B)
	Unassigned/Restricted	Total	Percent of Expenditures
	fund balance	expenditures	to Unassigned/Restricted
	(in millions)	(in millions)	Fund Balance
General Fund	\$1.5	\$3.6	42.8%
County Highway	\$0.3	\$0.9	31.0%

Budgetary Highlights

The County's budget is prepared according to Illinois law and is based on accounting for certain transactions on a modified accrual basis of accounting. A budget to actual schedule is provided as required supplementary information for the General Fund and major special revenue funds.

General Fund Budgetary Variances

Revenues

The most significant revenue sources for all funds during fiscal year 2015 continue to be property taxes and intergovernmental sources. Intergovernmental revenues on page 51 for 2015 were \$1,717,046 compared to budgeted amount of \$1,610,546. Variance is due to the County anticipating less personal property replacement and state income taxes than received.

Expenditures

Personnel Services remains the highest expenditure in County operations. Government service requires people to provide both services and information to the citizens it supports. It is a sizeable expenditure; however, it is also a long-term investment. Benefit payments remain a significant portion of the total personnel services costs. Pension, FICA and Health Insurance rates have all affected the total cost of personnel services.

General control and administration on page 51 for 2015 were \$1,249,146 compared with budgeted amount of \$1,409,829. The County over budgeted for election costs.

Highway Fund Budgetary Variances

Revenues

The most significant revenue sources for all funds during fiscal year 2015 continue to be property taxes, intergovernmental revenues, and revenues from services. Revenue from services on page 52 for 2015 were \$351,127 compared to budgeted amount of \$235,400. The variance is as a result of the County receiving more money for seal coating than anticipated.

Expenditures

There were no significant variances compared to budget.

Illinois Municipal Retirement Fund Budgetary Variances

Revenues

There were no significant variances compared to budget.

Expenditures

There were no significant variances compared to budget.

Carroll County, Illinois

Management's Discussion and Analysis

FINANCIAL ANALYSIS OF THE COUNTY'S FUNDS (continued)

Community Mental Health Fund Budgetary Variances

Revenues

There were no significant variances compared to budget.

Expenditures

There were no significant variances compared to budget.

Maintenance and Child Support Fund Budgetary Variances

Revenues

There were no significant variances compared to budget.

Expenditures

There were no significant variances compared to budget.

CAPITAL ASSET AND LONG-TERM DEBT ACTIVITY

Capital Assets

Carroll County's investment in capital assets for its governmental activities at year end totaled \$6.4 million (net of accumulated depreciation). This investment in capital assets includes land, buildings and improvements, equipment, and highway infrastructure such as roads and bridges. There were \$0.8 million of capital asset additions recorded during the year and \$0.4 million of depreciation charges were expensed on the total capital assets. More detailed information can be found in Note 5 of the financial statements.

Net Book Value of Capital Assets at November 30 (in millions)		
	2015	2014
Land and other nondepreciable assets	\$0.1	\$0.1
Buildings	0.3	0.1
Building improvements	0.8	0.8
Office furniture, equipment and vehicle	0.7	0.5
Infrastructure	4.5	4.5
Total	\$6.4	\$6.0

Debt Administration

At November 30, 2015, the County had \$175 thousand in governmental activities long term debt which consisted of a capital lease. Amounts due next year on these obligations are \$34 thousand. See Notes 11 and 12 for details of debt.

Governmental Activities Outstanding Debt at November 30, 2015 (in millions)	
Capital leases	\$0.2

Governmental Activities Outstanding Debt at November 30, 2014 (in millions)	
Capital leases	\$0.0

Carroll County, Illinois

Management's Discussion and Analysis

ECONOMIC FACTORS

Unemployment is stable with no change from November of 2014 to December of 2015 at 5.6%.

Based on the U.S. Census Bureau, the County's population is estimated at 14,715 in 2014 a decrease from the 2010 census of 15,387.

Municipal and Supplemental sales tax revenue are stable and have increased in 2015. County property tax revenues collected in 2015 were approximately one percent less than the 2014 collection.

REQUESTS FOR INFORMATION

This financial report is designed to provide our citizens, taxpayers, customers, and potential creditors with a general overview of the County's finances and to demonstrate the County's accountability for the money it receives. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to:

Diane Powers
County Treasurer
Carroll County, Illinois
301 North Main
Mount Carroll, IL 61053
Phone number (815) 244-0243

Basic Financial Statements

Carroll County, Illinois

Statement of Net Position

November 30, 2015

	Governmental Activities
ASSETS AND DEFERRED OUTFLOWS OF RESOURCES	
Cash on hand and in bank	\$5,099,370
Deposits	51,514
Investments	8,525
Inventory	2,446
Property taxes receivable	2,957,200
Accounts receivable	212,189
Due from State of Illinois	782,795
Prepaid expenses	60,000
Total current assets	9,174,039
Capital assets:	
Land and other non-depreciable assets	109,056
Depreciable property and equipment, net of depreciation	6,296,489
Total capital assets	6,405,545
Deferred outflows of resources -	
Deferred outflows of pension resources	989,821
Total assets and deferred outflows of resources	16,569,405
LIABILITIES AND DEFERRED INFLOWS OF RESOURCES	
Accounts payable and accrued payroll	360,707
Accrued compensated absences due within one year	35,017
Capital lease payable	33,560
Total current liabilities	429,284
Accrued compensated absences due in more than one year	87,466
Capital lease payable	141,440
Net pension liability	1,245,247
Total noncurrent liabilities	1,474,153
Deferred inflows of resources -	
Unavailable property taxes	2,957,200
Total liabilities and deferred inflows of resources	4,860,637
NET POSITION	
Net investment in capital assets	6,230,545
Restricted	4,210,185
Unrestricted	1,268,038
Total net position	\$11,708,768

See Accompanying Notes to Financial Statements.

Carroll County, Illinois

Statement of Activities

For the year ended November 30, 2015

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Change in Net Position
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	
Governmental activities:					
General control and administration	\$1,576,844	\$487,505	\$37,881	\$0	(\$1,051,458)
Public safety	1,557,668	189,604	186,472	0	(1,181,592)
Judiciary and court related	846,842	358,113	281,601	0	(207,128)
Public health	340,168	34,951	187,242	0	(117,975)
Public welfare	661,397	0	226,780	0	(434,617)
Transportation	1,805,467	351,127	471,548	412,962	(569,830)
Corrections	332,333	0	0	0	(332,333)
Total governmental activities	\$7,120,719	\$1,421,300	\$1,391,524	\$412,962	(3,894,933)

General revenues:

Taxes:

Property taxes	2,793,897
Sales taxes	417,680
State income taxes	661,933
Public safety taxes	228,590
Other	321,699
Unrestricted investment earnings	17,658
Miscellaneous	69,156
Total general revenues	4,510,613

Change in net position 615,680

Net position - beginning, restated 11,093,088

Net position - ending \$11,708,768

Carroll County, Illinois

Governmental Funds

Balance Sheet

November 30, 2015

ASSETS	General	County Highway
Cash on hand	\$885	\$100
Cash in banks	1,228,561	467,995
Deposits	1,514	0
Investments	8,525	0
Inventory	2,446	0
Property taxes receivable	940,000	370,000
Accounts receivable	51,639	110,364
Due from other governments	411,501	0
Prepaid expenses	60,000	0
Due from other funds	1,000	0
Total assets	\$2,706,071	\$948,459
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES		
Liabilities:		
Accounts payable	\$37,252	\$80,749
Accrued payroll	94,501	11,311
Accrued compensated absences	23,388	8,582
Due to other funds	0	0
Total liabilities	155,141	100,642
Deferred inflows of resources - Unavailable property taxes	940,000	370,000
Fund balances:		
Nonspendable	62,446	0
Restricted	0	477,817
Committed	0	0
Unassigned	1,548,484	0
Total fund balances	1,610,930	477,817
Total liabilities, deferred inflows of resources and fund balances	\$2,706,071	\$948,459

See Accompanying Notes to Financial Statements.

Illinois Municipal Retirement	Community Mental Health	Maintenance and Child Support	Other Governmental Funds	Total Governmental Funds
\$0	\$0	\$0	\$200	\$1,185
303,853	5,735	97,088	2,994,953	5,098,185
0	0	50,000	0	51,514
0	0	0	0	8,525
0	0	0	0	2,446
370,000	339,000	0	938,200	2,957,200
0	0	18,645	31,541	212,189
0	0	0	371,294	782,795
0	0	0	0	60,000
0	0	0	0	1,000
\$673,853	\$344,735	\$165,733	\$4,336,188	\$9,175,039
\$0	\$0	\$0	\$102,254	\$220,255
12,348	0	0	22,292	140,452
0	0	0	3,047	35,017
0	0	0	1,000	1,000
12,348	0	0	128,593	396,724
370,000	339,000	0	938,200	2,957,200
0	0	0	0	62,446
291,505	5,735	165,733	3,269,395	4,210,185
0	0	0	0	0
0	0	0	0	1,548,484
291,505	5,735	165,733	3,269,395	5,821,115
\$673,853	\$344,735	\$165,733	\$4,336,188	\$9,175,039

See Accompanying Notes to Financial Statements.

Carroll County, Illinois

Reconciliation of the Balance Sheet to the Statement of Net Position For the year ended November 30, 2015

Total fund balances - governmental funds	\$5,821,115
Amounts reported for governmental activities in the statement of net position are different because:	
Capital assets used in governmental activities are not financial resources and therefore are not reported as assets in governmental funds. The cost of assets is \$12,606,379 and the accumulated depreciation of \$6,200,834	6,405,545
Accrued long-term employee benefits are not due and payable in the current period and therefore are not reported as liabilities of the funds, but are included as liabilities and deferred items in the statement of net position	
Accrued net pension liability and related deferred outflows of resources	(255,426)
Long-term liabilities are not due and payable in the current period and, therefore are not reported in the funds -	
Capital leases	(175,000)
Compensated absences not due and payable from current resources are not reported in the governmental funds.	<u>(87,466)</u>
Total net position - governmental activities	<u><u>\$11,708,768</u></u>

Carroll County, Illinois

Statement of Revenues, Expenditures and Changes in Fund Balances

Governmental Funds

For the year ended November 30, 2015

	General	County Highway
Revenues:		
Property taxes	\$889,280	\$329,364
Intergovernmental revenue	1,717,046	189,902
Licenses and permits	0	0
Revenues from services, fees, and fines	672,356	351,127
Revenue from use of money and property	4,020	771
Other revenue	43,077	14,528
Total revenues	3,325,779	885,692
Expenditures:		
Current:		
General control and administration	1,193,696	0
Public safety	1,226,597	0
Judiciary and court related	757,156	0
Public health	0	0
Public welfare	23,480	0
Transportation	0	631,731
Corrections	306,412	0
Debt service:		
Principal	0	0
Interest	0	0
Capital outlay	79,118	233,981
Total expenditures	3,586,459	865,712
Excess (deficiency) of revenues over expenditures	(260,680)	19,980
Other financing sources and (uses):		
Proceeds from capital lease	0	175,000
Transfers in	338,694	0
Transfers out	(16,254)	0
Net change in fund balance	61,760	194,980
Fund balances, beginning of year	1,549,170	282,837
Fund balances, end of year	\$1,610,930	\$477,817

See Accompanying Notes to Financial Statements.

Illinois Municipal Retirement	Community Mental Health	Maintenance and Child Support	Other Governmental Funds	Total Governmental Funds
\$370,107	\$329,102	\$0	\$876,044	\$2,793,897
0	0	0	1,527,440	3,434,388
0	0	0	4,912	4,912
0	0	24,935	367,970	1,416,388
767	90	680	11,330	17,658
0	0	0	11,551	69,156
370,874	329,192	25,615	2,799,247	7,736,399
85,375	0	0	341,566	1,620,637
140,333	0	0	251,039	1,617,969
83,659	0	2,110	79,627	922,552
297	0	0	357,152	357,449
1,435	329,000	0	308,841	662,756
56,545	0	0	895,280	1,583,556
32,052	0	0	17,237	355,701
0	0	0	0	0
0	0	0	0	0
0	0	0	444,798	757,897
399,696	329,000	2,110	2,695,540	7,878,517
(28,822)	192	23,505	103,707	(142,118)
0	0	0	0	175,000
5,558	0	0	85,574	429,826
(25,401)	0	(2,993)	(385,178)	(429,826)
(48,665)	192	20,512	(195,897)	32,882
340,170	5,543	145,221	3,465,292	5,788,233
\$291,505	\$5,735	\$165,733	\$3,269,395	\$5,821,115

See Accompanying Notes to Financial Statements.

Carroll County, Illinois

Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances to the Statement of Activities For the year ended November 30, 2015

Net change in fund balance - Governmental funds	\$32,882
Amounts reported for governmental activities in the statement of activities are different because:	
Capital outlays are reported in governmental funds as expenditures. However, in the statement of activities, the cost of those assets is allocated over their useful lives as depreciation expense. Donated capital assets are only reported in the statement of activities. This is the amount by which newly capitalized assets \$757,897 exceeds depreciation expense \$368,339 in the period.	389,558
The net effect of various transactions involving capital assets (i.e., disposals and sales) is to decrease net position.	(2,498)
In the statement of activities, postretirement obligations, net pension obligations, and deferred sources are measured by the amounts earned during the year. In the governmental funds, however, expenditures for these items are measured by the amount of financial resources used (essentially, the amounts actually paid). This year net pension liabilities and related deferred outflows exceed the amount paid by.	370,039
The issuance of long-term debt and related costs are shown on the fund financial statements as other financing sources (uses) and current expenditures, but are recorded as long-term liabilities and deferred outflows of resources on the government-wide statements Issuance of capital lease	(175,000)
Vacation and compensated pay for employees is expensed in the statement of activities. However, since these amounts will not be paid from current resources, this expense is not recorded in the governmental funds. This is the amount by which vacation and compensated pay increased over the prior period.	<u>699</u>
Change in net position of governmental activities	<u><u>\$615,680</u></u>

Carroll County, Illinois
Statement of Fiduciary Net Position
November 30, 2015

ASSETS	Agency Funds
Cash in banks	\$437,375
Deposits	40,693
Investments	290
Due from other governments	287,483
Total assets	\$765,841
LIABILITIES	
Accounts payable	\$58,724
Agency funds due to others	707,117
Total liabilities	\$765,841

See Accompanying Notes to Financial Statements.

Carroll County, Illinois

Notes to Financial Statements

Note 1 Summary of Significant Accounting Policies

Introduction

The financial statements of Carroll County, Illinois (the "County"), with the county seat located in Mount Carroll, Illinois have been prepared in conformity with accounting principles generally accepted in the United States (GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The significant accounting principles and policies utilized by the County are described below.

Description of Government-wide Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the primary government and its component units. All fiduciary activities are reported only in the fund financial statements. *Governmental activities*, which normally are supported by taxes, intergovernmental revenues, and other nonexchange transactions. Likewise, the *primary government* is reported separately from certain legally separate *component units* for which the primary government is financially accountable.

Financial Reporting Entity

The County is governed by a nine-member County Board. The accompanying financial statements present the primary government, organizations for which the primary government is financially accountable, and other organizations for which the primary government is not accountable, but for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete. Component units are legally separate organizations for which the elected officials are financially accountable or whose exclusion would render the financial statements misleading because of nature and significance of their relationship.

Blended Component Unit - The 911 Fund serves all the citizens of the County. The budget and appropriation ordinance is approved by the 911 Board of Trustees, and the legal liability for any 911 Fund debt remains with the County. The 911 Fund is reported as a Special Revenue Fund.

Joint Ventures

The County has entered into an intergovernmental agreement with Jo Daviess County, Illinois to establish an entity known as the Jo-Carroll Depot Local Redevelopment Authority (LRA). This LRA replaces an entity previously known as the Savanna Army Depot Local Redevelopment Authority. The former entity was charged with the authority to prepare a plan for the re-use of the Savanna Army Depot facilities in accordance with the Base Closure Community Redevelopment Assistance Act. The current LRA is charged with the authority to implement the re-use plan for the Savanna Army Depot and to modify the plan as may become necessary. Both Counties are jointly and severally liable for all liabilities, debts and obligations of any kind incurred by the LRA. The County's share of LRA's operating expenses for the fiscal year ended November 30, 2015 was \$0. The agreement provides for the LRA to consent to an audit of its funds by either County as either County may direct. These financial statements are available through the Jo-Carroll Depot Local Redevelopment Authority offices in Savanna, Illinois.

Carroll County, Illinois

Notes to Financial Statements

Note 1 Summary of Significant Accounting Policies (continued)

Basis of Presentation – Government-wide Financial Statements

While separate government-wide and fund financial statements are presented, they are interrelated. The governmental activities column incorporates data from governmental funds. Separate financial statements are provided for governmental funds. As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements.

Basis of Presentation – Fund Financial Statements

The fund financial statements provide information about the County's funds, including its fiduciary funds. Separate statements for each fund category—governmental and fiduciary—are presented. The emphasis of fund financial statements is on major governmental funds, each displayed in a separate column. All remaining governmental funds are aggregated and reported as nonmajor funds. Major individual governmental funds are reported as separate columns in the fund financial statements.

The County reports the following major governmental funds:

General Fund – The General Fund is used to account for all financial resources of the County except those which are required to be accounted for in another fund. The General Fund consists of the General Fund and the Special Computer Upgrade Fund. A brief description of the County's two General Funds follows:

General Fund - This fund is the County's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund. The services which are administered by the Department and accounted for in the general fund include general control and administration, county development, public safety, judiciary and court related public health, and other miscellaneous expenditures.

Special Computer Upgrade Fund - This fund was created by the County Board to set aside monies to be used for assessment and tax cycle software and hardware. The County Board decided to dissolve this fund during fiscal year 2015.

County Highway Fund – This fund is used to operate the County Highway Department, including, but not limited to salaries, supplies, and purchase of machinery and equipment.

Illinois Municipal Retirement Fund – This fund is used to pay retirement for SLEP and non-SLEP employees of the County.

Community Mental Health Fund – This fund is used to assist local public welfare non-profit agencies.

Maintenance and Child Support Fund – This fund is used to operate the County services of collecting and distributing maintenance and child support payments. The County collects an annual \$36 fee from users of this service to help pay for postage, supplies, and wages relating to maintenance and child support payments.

Carroll County, Illinois

Notes to Financial Statements

Note 1 Summary of Significant Accounting Policies (continued)

Additionally, the County administers fiduciary (agency) funds for assets held by the County in a fiduciary capacity.

During the course of operations, the County has activity between funds for various purposes. Any residual balances outstanding at year end are reported as due from/to other funds and advances to/from other funds. While these balances are reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Balances between the funds included in governmental activities (i.e., the governmental funds) are eliminated so that only the net amount is included as internal balances in the governmental activities column.

Further, certain activity occurs during the year involving transfers of resources between funds. In fund financial statements these amounts are reported at gross amounts as transfers in/out. While reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Transfers between the funds included in governmental activities are eliminated so that only the net amount is included as transfers in the governmental activities column.

Measurement Focus and Basis of Accounting

The government-wide and fiduciary fund financial statements are reported using the economic resources measurement focus. The government-wide fund financial statements are reported using the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flows take place. Nonexchange transactions, in which the County gives (or receives) value without directly receiving (or giving) equal value in exchange, include property taxes, grants, entitlements, and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants, entitlements, and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. For this purpose, the County generally considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. The County has elected to take exception to this assumption for revenue remitted by the State. Due to the State being late with payments, the County considers those amounts applicable to the current fiscal year to be available as it is vouchered by the State and will be paid after the 60 day period. Expenditures are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, claims and judgments, and compensated absences, which are recognized as expenditures to the extent they have matured. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt and acquisitions under capital leases are reported as other financing sources.

Use of Estimates

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

Carroll County, Illinois

Notes to Financial Statements

Note 1 Summary of Significant Accounting Policies (continued)

Budgetary Basis of Accounting

Annual budgets are adopted on a basis consistent with generally accepted accounting principles.

The appropriated budget is prepared by fund, function, and department. The County's department heads may make transfers of appropriations within a department. Transfers of appropriations between departments require the approval of the Board. The legal level of budgetary control (i.e., the level at which expenditures may not legally exceed appropriations) is the fund level.

Appropriations in all budgeted funds lapse at the end of the fiscal year even if they have related encumbrances. Encumbrances are commitments related to unperformed (executory) contracts for goods or services (i.e., purchase orders, contracts, and commitments). Encumbrance accounting is utilized to the extent necessary to assure effective budgetary control and accountability and to facilitate effective cash planning and control. While all appropriations and encumbrances lapse at year end, valid outstanding encumbrances (those for which performance under the executory contract is expected in the next year) are re-appropriated and become part of the subsequent year's budget pursuant to state regulations.

Cash and Cash Equivalents

The County's cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition.

The cash balances of most County funds are pooled and invested. Each fund's share of the investment pool is reflected on its respective balance sheet.

Investments

Statutes authorize the County to invest in: 1) securities guaranteed by the full faith and credit of the United States of America; 2) deposits or other investments constituting direct obligations of any bank as defined by the Illinois Banking Act; 3) short-term obligations of corporations organized in the United States which meet other restrictions as defined in Illinois Revised Statutes Chapter 35, Paragraph 902, as amended; 4) money market funds registered under the Investment Company Act of 1940; 5) short-term discount obligations of the Federal National Mortgage Association; 6) shares or other forms of securities legally issuable by savings and loan associations; 7) various share accounts of a credit union chartered under the laws of the State of Illinois or the laws of the United States provided the principal office of any such credit union is located within the State of Illinois; 8) a Public Treasurer's Investment Pool created under Section 17 of "An Act to revise the law in relation to the State Treasurer", approved November 23, 1873, as amended. Bank and savings and loan investments may only be made in institutions which are insured by the Federal Deposit Insurance Corporation or the Federal Savings and Loan Insurance Corporation.

Carroll County, Illinois

Notes to Financial Statements

Note 1 Summary of Significant Accounting Policies (continued)

Investments (continued)

Investments for the County are reported at fair value (generally based on quoted market prices) except for the position in the State Treasurer's Investment Pool (Pool). In accordance with state law, the Pool operates in conformity with all of the requirements of the Securities and Exchange Commission's (SEC) Rule 2a7 as promulgated under the Investment Company Act of 1940, as amended. Accordingly, the Pool qualifies as a 2a7-like pool and is reported at the net asset value per share (which approximates fair value) even though it is calculated using the amortized cost method. The Pool is subject to regulatory oversight by the State Treasurer, although it is not registered with the SEC.

Inventories and Prepaid Items

Inventories are valued at cost using the first-in/first-out (FIFO) method and consist of deed stamps. The cost of such inventories is recorded as expenditures/expenses when consumed rather than when purchased.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both the government-wide and fund financial statements. The cost of prepaid items is recorded as expenditures/expenses when consumed rather than when purchased.

Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g. roads, bridges, sidewalks, and similar items), are reported in the applicable governmental activities column in the government-wide financial statements. Capital assets are defined by the government as assets with an initial estimated useful life in excess of one year and individual cost of more than the follows:

Land	\$20,000
Land improvements	5,000
Buildings	20,000
Building improvements	5,000
Vehicles	2,000
Office furniture and equipment	2,000
Infrastructure	20,000
Software	5,000

As the County constructs or acquires additional capital assets each period, including infrastructure assets, they are capitalized and reported at historical cost. The reported value excludes normal maintenance and repairs which are essentially amounts spent in relation to capital assets that do not increase the capacity or efficiency of the item or increase its estimated useful life. Donated capital assets are recorded at their estimated fair value at the date of donation.

Carroll County, Illinois

Notes to Financial Statements

Note 1 Summary of Significant Accounting Policies (continued)

Capital Assets (continued)

Land and construction in progress are not depreciated. The other property, plant, equipment, and infrastructure of the primary government are depreciated using the straight line method over the following estimated useful lives:

Land improvements	1-20 years
Buildings	1-50 years
Building improvements	1-50 years
Vehicles	1-10 years
Office furniture and equipment	1-10 years
Infrastructure	1-40 years
Software	1-5 years

Deferred Outflows/Inflows of Resources

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

Net Position Flow Assumption

Sometimes the County will fund outlays for a particular purpose from both restricted (e.g., restricted bond or grant proceeds) and unrestricted resources. In order to calculate the amounts to report as restricted – net position and unrestricted – net position in the government-wide and proprietary fund financial statements, a flow assumption must be made about the order in which the resources are considered to be applied.

It is the County's policy to consider restricted – net position to have been depleted before unrestricted – net position is applied.

Fund Balance Flow Assumptions

Sometimes the County will fund outlays for a particular purpose from both restricted and unrestricted resources (the total of committed, assigned, and unassigned fund balance). In order to calculate the amounts to report as restricted, committed, assigned, and unassigned fund balance in the governmental fund financial statements a flow assumption must be made about the order in which the resources are considered to be applied. It is the County's policy to consider restricted fund balance to have been depleted before using any of the components of unrestricted fund balance. Further, when the components of unrestricted fund balance can be used for the same purpose, committed fund balance is depleted first, followed by assigned fund balance. Unassigned fund balance is applied last.

Carroll County, Illinois

Notes to Financial Statements

Note 1 Summary of Significant Accounting Policies (continued)

Fund Balance Policies

Fund balance of governmental funds is reported in various categories based on the nature of any limitations requiring the use of resources for specific purposes. The County itself can establish limitations on the use of resources through either a commitment (committed fund balance) or an assignment (assigned fund balance).

The committed fund balance classification includes amounts that can be used only for the specific purposes determined by a formal action of the County's highest level of decision-making authority. The County Board is the highest level of decision-making authority for the County that can, by adoption of an ordinance prior to the end of the fiscal year, commit fund balance. Once adopted, the limitation imposed by the ordinance remains in place until a similar action is taken (the adoption of another ordinance) to remove or revise the limitation.

Amounts in the assigned fund balance classification are intended to be used by the County for specific purposes but do not meet the criteria to be classified as committed. The County Board has by resolution authorized an official of the County Board to assign fund balance. The County Board may also assign fund balance as it does when appropriating fund balance to cover a gap between estimated revenue and appropriations in the subsequent year's appropriated budget. Unlike commitments, assignments generally only exist temporarily. In other words, an additional action does not normally have to be taken for the removal of an assignment. Conversely, as discussed above, an additional action is essential to either remove or revise a commitment.

To avoid service disruption due to revenue short falls, the County Board has set a minimum of 30% fund balance target of annual expenses and transfers for funds that routinely pay wages and benefits. These funds are the General Fund, Highway Fund, Motor Fuel Tax Fund, Social Security Fund, IMRF Fund, GIS Fund and the County Health Fund. If the fund balance drops below the 30% value, the County Board will develop an action plan to restore the fund balance to the desired level.

Program Revenues

Amounts reported as *program revenues* include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions (including special assessments) that are restricted to meeting the operational or capital requirements of a particular function or segment. All taxes, including those dedicated for specific purposes, and other internally dedicated resources are reported as general revenues rather than as program revenues.

Carroll County, Illinois

Notes to Financial Statements

Note 1 Summary of Significant Accounting Policies (continued)

Property Taxes

The County's property tax is levied each year on all taxable real property located in the County. Since the 2015 property tax levy is levied to finance the operations of fiscal year 2016, the 2015 property tax is recorded as a receivable and the 2015 property tax revenue is unavailable. The 2014 property tax levy is recorded as revenue by the County in accordance with the applicable measurement focus and basis of accounting for fiscal year 2015. The County must file its tax levy by the last Tuesday of December each year. The 2014 levy was approved on November 20, 2014. The 2015 levy was approved on November 19, 2015.

The township assessors are responsible for assessment of all taxable real property within the County. The County Clerk computes the annual tax of each parcel of real property and prepares tax books used by the County Collector as a basis for issuing tax bills to all taxpayers in the County.

Property taxes are collected by the County Treasurer, who remits to the units their respective share of the collections. Taxes levied in 2014 became due and payable in two installments, generally in June 2015 and September 2015. The owner of real property on January 1 (lien date) in any year is liable for taxes of that year.

Compensated Absences

Vacation -The County's policy permits employees to accumulate earned but unused vacation benefits, which are eligible for payment upon separation from government service. The liability for such leave is reported as incurred in the government-wide financial statements. A liability for those amounts is recorded in the governmental funds only if the liability will be paid from available funds within 60 days after year end. The liability for compensated absences includes salary-related benefits, where applicable.

Sick Leave - Accumulated sick leave lapses when employees leave the employ of the County and, upon separation from service, no monetary obligation exists.

Pensions

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

Carroll County, Illinois

Notes to Financial Statements

Note 2 Stewardship, Compliance and Accountability

Excess of expenditures over appropriations

For the year ended November 30, 2015, expenditures exceeded appropriations in the following Funds.

Fund	Amount
Animal Control	\$3,627
Senior Citizen	\$289
911	\$25,032
County Historical Society	\$25

Deficit Fund Equity

At November 30, 2015, there were no funds with a deficit fund balance.

Note 3 Cash Deposits with Financial Institutions

Custodial credit risk-deposits. In the case of deposits, this is the risk that in the event of a bank failure, the County's deposits may not be returned to it. The County does not have a deposit policy for custodial credit risk. As of November 30, 2015, the County's bank balance was \$5,854,297 and the entire balance was insured and collateralized with securities in the County's name.

Note 4 Investments

As of November 30, 2015, the County had the following investments:

	Fair Value		
	Governmental Activities	Statement of Fiduciary Net Position	Total
Illinois Funds Money Market Fund	\$8,525	\$290	\$8,815

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 has no specific policy on the interest rate risk at year-end.

Carroll County, Illinois

Notes to Financial Statements

Note 4 Investments (continued)

Information about the sensitivity of the fair values of the County's investments to market interest rate fluctuations is provided by the following table that shows the distribution of the County's investments by maturity:

Investment Type	Remaining Maturity (in Months)			Total
	12 Months or Less	13-24 Months	25-60 Months	
External investment pool	\$8,815	\$0	\$0	\$8,815

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. Investments in U.S. Government obligations are not considered to be of any credit risk since they carry the full obligation and guarantee of the U.S. Government. Presented below is the actual rating as of year-end for each investment type:

Investment Type	Total as of November 30, 2015	AAAm	Aa	Unrated
External investment pool	\$8,815	\$8,815	\$0	\$0

Concentration of credit risk. The County's investment policy does not allow for an investment in any one issuer that is in excess of 5 percent of the County's total investments.

Custodial credit risk-investments. For an investment, this is the risk that, in the event of the failure of the counterparty, the County will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party.

As of November 30, 2015, there are no investments with custodial credit risk in that all of its investments are insured.

Foreign Currency Risk. The County has no foreign currency risk for investments at year end.

Note 5 Capital Assets

The governmental activities capital asset activity for the year ended November 30, 2015 is as follows:

Governmental activities:	Balance 12/1/2014	Increases	Decreases and Transfers	Balance 11/30/2015
Capital assets, not being depreciated:				
Land	\$85,032	\$0	\$0	\$85,032
Construction in progress	32,015	24,024	(32,015)	24,024
Total capital assets, not being depreciated:	117,047	24,024	(32,015)	109,056

Carroll County, Illinois

Notes to Financial Statements

Note 5 Capital Assets (continued)

Governmental activities:	Balance 12/1/2014	Increases	Decreases and Transfers	Balance 11/30/2015
Capital assets, being depreciated:				
Buildings	366,658	221,423	0	588,081
Building improvements	1,162,271	74,398	0	1,236,669
Office furniture, equipment and vehicle	4,366,134	345,923	(90,490)	4,621,567
Infrastructure	5,926,862	92,129	32,015	6,051,006
Total capital assets, being depreciated:	11,821,925	733,873	(58,475)	12,497,323
Accumulated depreciation:				
Buildings	(313,283)	(10,935)	0	(324,218)
Building improvements	(344,931)	(32,802)	0	(377,733)
Office furniture, equipment and vehicle	(3,898,098)	(122,382)	87,992	(3,932,488)
Infrastructure	(1,364,175)	(202,220)	0	(1,566,395)
Total accumulated depreciation	(5,920,487)	(368,339)	87,992	(6,200,834)
Total capital assets, being depreciated, net	5,901,438	365,534	29,517	6,296,489
Governmental activities capital assets, net	\$6,018,485	\$389,558	(\$2,498)	\$6,405,545

Depreciation expense was charged to governmental functions as follows:

Governmental activities:	
General control and administration	\$36,536
Public safety	43,982
Judiciary and court related	2,469
Public health	8,716
Transportation	276,636
Total depreciation expense, governmental activities	\$368,339

Note 6 Defined Benefit Plan

Illinois Municipal Retirement Fund

Plan description – Employees of the County are provided with pensions through the Illinois Municipal Retirement Fund (IMRF) —an agent multiple-employer defined benefit pension plan. Established by the Illinois State Legislature for the benefit of Illinois municipal employed outside the city of Chicago, IMRF is governed by the Illinois Pension Code. IMRF issues a publicly available financial report that can be obtained at <http://imrf.org>.

Carroll County, Illinois

Notes to Financial Statements

Note 6 Defined Benefit Plan (continued)

Benefits provided - IMRF provides retirement, disability, and death benefits. Benefits are established by statute and may only be changed by the General Assembly. The benefit provisions in effect on the member's date of participation determine a member's minimum benefit while the benefit provisions in effect on the member's date of termination determine a member's maximum benefit. Public Act 96-0889 added a new section to the Pension Code that applies different benefits to anyone who first contributes to IMRF on or after January 1, 2011 and does not have any other previous service credit with one of the reciprocal retirement systems in Illinois.

Members who first participate on or after that date are members of Tier II. Anyone who made contributions to IMRF prior to January 1, 2011 remain participants of Tier I. Tier I retirement benefit are determined by the average of the four highest years of creditable earnings within the last 10 years of creditable service and the percentage of average salary to which the member is entitled. The pension amount is 1 2/3 percent of the final rate of earnings for each of the first fifteen years of service and 2 percent for each year of service credit in excess of fifteen years, up to a maximum of 75 percent of the final rate of earnings.

Tier II benefits are determined by the final average salary is based on the highest consecutive eight years of creditable service rather than the last four. Pension earnings are initially capped at \$110,631 increasing annually by 3 percent or the consumer price index, whichever is less.

Regular Personnel (Non-SLEP):

Employees Covered by the Benefit Terms - At the December 31st 2014 valuation date, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefits	43
Inactive employees entitled to but not yet receiving benefits	18
Active employees	49
Total	110

Contributions - Employees are required to contribute 4.5 percent of their annual pay as set by statute. The statutes require each participating employer to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. Employer contributions for disability benefits, death benefits and the supplemental retirement benefits are pooled. Contribution rates for disability and death benefits are set by the IMRF Board of Trustees, while the supplemental retirement benefits rate is set by statute.

Net Pension Liability - The employer's Net Pension Liability was measured as of December 31, 2014, and the total pension liability used to calculate the Net Pension Liability was determined by an annual actuarial valuation as of that date.

Notes to Financial Statements

Carroll County, Illinois

Notes to Financial Statements

Note 6 Defined Benefit Plan (continued)

Regular Personnel (Non-SLEP) (continued):

Discount rate - The discount rate used to measure the total pension liability was 7.5 percent. The projection of cash flows used to determine the discount rate assumed that employee contributions will be made at the current contribution rate and that County contributions will be made at rates equal to the difference between actuarially determined contribution rates and the employee rate. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Changes in Net Pension Liability

	Total Pension Liability	Increase (Decrease) Plan Fiduciary Net Position	Net Pension Liability
Balance January 1, 2014	\$10,210,418	\$9,641,505	\$568,913
Service costs	235,052	0	235,052
Interest on total pension liability	759,959	0	759,959
Difference between expected and actual experience	136,774	0	136,774
Changes in assumptions	429,979	0	429,979
Employer contributions	0	293,354	(293,354)
Employee contributions	0	92,647	(92,647)
Net investment income	0	588,000	(588,000)
Benefit payments – net of refunds	(390,316)	(390,316)	0
Other changes	0	41,358	(41,358)
Net changes	1,171,448	625,043	546,405
Balances as of December 31, 2014	\$11,381,866	\$10,266,548	\$1,115,318

Sensitivity of the County's proportionate share of the net pension liability to changes in the discount rate - The following presents the County's proportionate share of the net pension liability calculated using the discount rate of 7.5 percent, as well as what the County's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.5 percent) or 1-percentage-point higher (8.5 percent) than the current rate:

	1% Decrease (6.5%)	Current Rate (7.5%)	1% Increase (8.5%)
County's proportionate share of the net Pension liability	\$2,689,534	\$1,115,318	(\$168,580)

Carroll County, Illinois

Notes to Financial Statements

Note 6 Defined Benefit Plan (continued)

Regular Personnel (Non-SLEP) (continued):

Pension plan fiduciary net position - Detailed information about the pension plan's fiduciary net position is available in the separately issued IMRF financial report which is publicly available at <http://imrf.org>.

Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions - For the year ended December 31, 2014, the County recognized pension expense of \$278,892. At November 30, 2015, the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows Of Resources	Deferred Inflows Of Resources
Differences between expected and actual experience	\$109,000	\$0
Changes in assumptions	342,665	0
Net difference between projected and actual earnings	109,202	0
Employer contributions subsequent to the measurement date	227,155	0
Total	\$788,022	\$0

The County reported \$227,155 as deferred outflows of resources related to pensions resulting from employer contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the reporting year ended November 30, 2015. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ending December 31:	Net Deferred Outflows of Resources
2015	\$142,388
2016	142,388
2017	142,388
2018	133,703
2019	0
Thereafter	0
Total	\$560,867

Payable to the Pension Plan

At November 30, 2015, the County reported a payable of \$0 for the outstanding amount of contributions to the pension plan required for the year ended November 30, 2015.

Carroll County, Illinois

Notes to Financial Statements

Note 6 Defined Benefit Plan (continued)

Sheriff's Law Enforcement (SLEP):

Employees Covered by the Benefit Terms - At the December 31st 2014 valuation date, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefits	9
Inactive employees entitled to but not yet receiving benefits	4
Active employees	15
Total	28

Contributions - Employees are required to contribute 7.5 percent of their annual pay as set by statute. The statutes require each participating employer to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. Employer contributions for disability benefits, death benefits and the supplemental retirement benefits are pooled. Contribution rates for disability and death benefits are set by the IMRF Board of Trustees, while the supplemental retirement benefits rate is set by statute.

Net Pension Liability - The employer's Net Pension Liability was measured as of December 31, 2014, and the total pension liability used to calculate the Net Pension Liability was determined by an annual actuarial valuation as of that date.

Actuarial assumptions - The total pension liability in the December 31, 2014 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Actuarial Cost Method	Entry Age Normal
Asset Valuation Method	Market Value of Assets
Inflation	3.5%
Price Inflation	2.75%
Salary Increases	3.75% to 14.50% including inflation
Investment Rate of Return	7.50%
Retirement Age	Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the 2014 valuation pursuant to an experience study of the period 2011-2013.

Carroll County, Illinois

Notes to Financial Statements

Note 6 Defined Benefit Plan (continued)

Sheriff's Law Enforcement (SLEP) (continued):

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

Other Information:

Notes There were no benefit changes during the year.

A detailed description of the actuarial assumptions and methods can be found in the December 31, 2014 Illinois Municipal Retirement Fund annual actuarial valuation report.

The actuarial assumptions used in the December 31, 2014 valuation were based on the results of an actuarial experience study dated April 27, 2015 for the period January 1, 2014 through December 31, 2014. As a result of the December 31, 2014 actuarial experience study, new assumptions for the assumed rate of return, salary increase, inflation and related economic assumptions were adopted in the December 31, 2014 actuarial valuation to more closely reflect actual experience.

Discount rate - The discount rate used to measure the total pension liability was 7.5 percent. The projection of cash flows used to determine the discount rate assumed that employee contributions will be made at the current contribution rate and that County contributions will be made at rates equal to the difference between actuarially determined contribution rates and the employee rate. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Carroll County, Illinois

Notes to Financial Statements

Note 6 Defined Benefit Plan (continued)

Sheriff's Law Enforcement (SLEP) (continued):

Changes in Net Pension Liability

	Total Pension Liability	Increase (Decrease) Plan Fiduciary Net Position	Net Pension Liability
Balance January 1, 2014	\$4,053,405	\$3,996,853	\$56,552
Service costs	135,571	0	135,571
Interest on total pension liability	304,438	0	304,438
Difference between expected and actual experience	(34,557)	0	(34,557)
Changes in assumptions	94,344	0	94,344
Employer contributions	0	118,513	(118,513)
Employee contributions	0	52,782	(52,782)
Net investment income	0	245,249	(245,249)
Benefit payments – net of refunds	(124,046)	(124,046)	0
Other changes	0	9,875	(9,875)
Net changes	375,750	302,373	73,377
Balances as of December 31, 2014	\$4,429,155	\$4,299,226	\$129,929

Sensitivity of the County's proportionate share of the net pension liability to changes in the discount rate - The following presents the County's proportionate share of the net pension liability calculated using the discount rate of 7.5 percent, as well as what the County's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.5 percent) or 1-percentage-point higher (8.5 percent) than the current rate:

	1% Decrease (6.5%)	Current Rate (7.5%)	1% Increase (8.5%)
County's proportionate share of the net Pension liability	\$709,455	\$129,929	(\$348,130)

Pension plan fiduciary net position - Detailed information about the pension plan's fiduciary net position is available in the separately issued IMRF financial report which is publicly available at <http://imrf.org>.

Carroll County, Illinois

Notes to Financial Statements

Note 6 Defined Benefit Plan (continued)

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

Related to Pensions - For the year ended December 31, 2014, the County recognized pension expense of \$96,782. At November 30, 2015, the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows Of Resources	Deferred Inflows Of Resources
Differences between expected and actual experience	\$0	\$28,774
Changes in assumptions	78,556	0
Net difference between projected and actual earnings	45,326	0
Employer contributions subsequent to the measurement date	106,691	0
Total	\$230,573	\$28,774

The County reported \$106,691 as deferred outflows of resources related to pensions resulting from employer contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the reporting year ended November 30, 2015. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ending December 31:	Net Deferred Outflows of Resources
2015	\$21,336
2016	21,336
2017	21,336
2018	21,336
2019	9,764
Thereafter	0
Total	\$95,108

Payable to the Pension Plan

At November 30, 2015, the County reported a payable of \$0 for the outstanding amount of contributions to the pension plan required for the year ended November 30, 2015.

Carroll County, Illinois

Notes to Financial Statements

Note 7 Deferred Compensation Plan

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

It is the opinion of the County that it has no liability for losses under the plan but does have the duty of due care that would be required of an ordinary prudent investor.

Note 8 Other Postemployment Benefits

The County has evaluated its potential other postemployment benefits liability. The County provides continued health insurance coverage at the active employer rate to all eligible employees in accordance with Illinois statutes, which creates an implicit subsidy of retiree health insurance. Former employees who choose to retain their rights to health insurance through the County are required to pay 100% of the current premium. However, only three former employees have chosen to stay in the County's current health insurance plan. Therefore, there has been low utilization and, therefore, an immaterial implicit subsidy to calculate in accordance with GASB Statement No. 45, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions*. Additionally, the County has no former employees for whom the County was providing an explicit subsidy and no employees with agreements for future explicit subsidies upon retirement. Therefore, the County has not recorded any postemployment benefit liability as of November 30, 2015.

Note 9 Construction and Other Significant Commitments

Construction commitments. There are no significant construction commitments as of November 30, 2015.

Note 10 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; and natural disasters. In order to protect against such risks of loss, the County purchases insurance coverage. The maximum deductible in effect through these policies as of November 30, 2015 was \$2,000. During the year ended November 30, 2015, there were no significant reductions in coverage. Also, there have been no settlements which have exceeded insurance coverage in the past three years.

For risks of loss related to injuries to employees, the County purchases coverage through the Illinois Counties Risk Management Pool. Potentially the County could be assessed additional premiums for its share of any losses of the pool. Historically, the County has not been assessed any additional premiums.

Carroll County, Illinois

Notes to Financial Statements

Note 11 Lease Obligations

Capital Lease

The County entered into a capital lease for the purchase of a John Deere Grader in the amount of \$225,000. The Grader has a ten-year estimated useful life. The County agreed to pay a \$50,000 down payment and 5 annual payments of \$37,236 at an interest rate of 2.10% with a final payment of September 17, 2020.

Leased equipment under capital leases in capital assets at November 30, 2015, included the following:

Equipment	\$225,000
Less: accumulated depreciation	(3,750)
Total	\$221,250

Amortization of leased equipment under capital assets is included with depreciation expense.

Annual debt service requirements to maturity are as follows:

Fiscal Year Ended November 30,	Principal	Interest
2016	\$33,560	\$3,675
2017	34,265	2,971
2018	34,985	2,251
2019	35,719	1,516
2020	36,471	766
	\$175,000	\$11,179

Operating Lease

The County leases various software under operating lease agreements which expire in 2020. Total lease expense paid for November 30, 2015 was \$32,643. The following is a schedule of future minimum lease payments under operating leases at November 30, 2015:

Fiscal Year Ended November 30,	Operating Leases
2016	\$39,844
2017	39,756
2018	23,344
2019	23,344
2020	23,344
	\$149,632

Carroll County, Illinois

Notes to Financial Statements

Note 12 Long-Term Debt

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

	Balance 12/1/2014	Increase	Decrease	Balance 11/30/2015	Amounts Due Within One Year
Long-term debt:					
Capital lease	\$0	\$175,000	\$0	\$175,000	\$33,560
Compensated absences	122,570	152,916	153,003	122,483	35,017
Totals	\$122,570	\$327,916	\$153,003	\$297,483	\$68,577

The County is subject to a debt limitation of 5.75% of its assessed valuation of \$329,293,429. As of November 30, 2015, the County had \$18,934,372 remaining legal debt margin.

Note 13 Net Position

Net position reported on the government wide statement of net position at November 30, 2015:

Governmental Activities:

Net investment in capital assets:

Land and other non-depreciable assets	\$109,056
Other capital assets, net of accumulated depreciation	6,296,489
Less: related long-term debt outstanding	(175,000)

Total invested in capital assets, net of related debt	6,230,545
---	-----------

Restricted:

State statutes and enabling legislation	4,200,986
Externally imposed by grantors	9,199

Total restricted	4,210,185
------------------	-----------

Unrestricted	1,268,038
--------------	-----------

Total governmental activities net position	\$11,708,768
--	--------------

Carroll County, Illinois

Notes to Financial Statements

Note 14 Fund Balance

According to Government Accounting Standards, fund balances are to be classified into five major classifications; Nonspendable Fund Balance, Restricted Fund Balance, Committed Fund Balance, Assigned Fund Balance, and Unassigned Fund Balance. Below are definitions of how these balances are reported.

Nonspendable Fund Balance

The nonspendable fund balance classification includes amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact. The “not in spendable form” criterion includes items that are not expected to be converted to cash, for example inventories and prepaid amounts. The County has nonspendable balances at year end that are listed below.

Restricted Fund Balance

The restricted fund balance classification refers to amounts that are subject to outside restrictions, not controlled by the entity. Examples of these restrictions could be those imposed by creditors, grantors, contributors, or laws and regulations of other governments, or imposed by law through constitutional provisions or enabling legislation. The County has restricted balances at year end that are listed below.

Committed Fund Balance

The County commits fund balance by making motions or passing resolution to adopt policy or to approve contracts. Committed fund balance also incorporates contractual obligations to the extent that existing resources in the fund have been specifically committed for use in satisfying those contract requirements. The County has no committed balances at year end.

Assigned Fund Balance

The assigned fund balance classification refers to amounts that are constrained by the County's intent to be used for a specific purpose, but are neither restricted nor committed. Intent may be expressed by the Board to assign amounts to be used for specific purposes. The County has no assigned balances at year end.

Unassigned Fund Balance

The unassigned fund balance classification is the residual classification for amounts in the General Fund for amounts that have not been restricted, committed, or assigned to specific purposes within the General Fund and for funds with negative fund balances.

Nonspendable Fund Balance

General Fund - Prepaid	\$60,000
General Fund - Inventory	2,446
Total nonspendable fund balance	\$62,446

Carroll County, Illinois

Notes to Financial Statements

Note 14 Fund Balance (continued)

Restricted Fund Balance

Major Funds:

State statutes and enabling legislation:

County Highway	\$477,817
Illinois Municipal Retirement	291,505
Community Mental Health	5,735
Maintenance and Child Support	165,733

Non-Major Funds:

State statutes and enabling legislation:

County Bridge	488,378
911	246,695
Matching	650,518
Motor Fuel Tax	195,810
Court Security Fee	99,183
State's Attorney Drug Fines and Forfeiture	17,286
Social Security	319,088
Tourism Promotion	25,389
Court Automation	11,856
Law Library	8,435
Electronic Monitoring	3,875
Probation Service Fee	61,239
Document Storage Fee	12,371
Geographic Information Systems	38,745
Animal Control	9,438
Tax Sale Automation	11,033
DUI Enforcement Equipment	2,190
Geographic Information Systems Fee Resolution	7,801
County Recorder's Automation	99,204
Vital Records Automation	24,506
Liability Insurance	464,300
County Health Department	337,794
States Attorney Task Force	14,636
Public Safety Tax	61,988
Pet Population Control	14,853
Squad Car Acquisition and Maintenance	5,085
Victims Impact	4,032
Failure to Appear	3,528
Circuit Clerk Operation and Administration	9,692
Coroner's Fees	11,248

Externally imposed by grantors:

State's Attorney VOCA	5,571
Grant	3,628

Total restricted fund balance	\$4,210,185
-------------------------------	-------------

Unassigned Fund Balance

Major Funds -

General Fund	\$1,548,484
--------------	-------------

Carroll County, Illinois

Notes to Financial Statements

Note 15 Interfund Receivables and Payables

Below are the interfund balances as of November 30, 2015:

	Receivable Fund	Payable Fund
Governmental funds:		
General Fund	\$1,000	\$0
Nonmajor governmental funds	0	1,000
Total all funds	\$1,000	\$1,000

The purpose of the interfund balance is to fund short term cash shortfalls in the State's Attorney VOCA Fund.

Note 16 Interfund Transfers

Below are the interfund transfers as of November 30, 2015:

	Transfers In	Transfers Out
Governmental funds -		
General Fund	\$338,694	\$16,254
Illinois Municipal Retirement Fund	5,558	25,401
Maintenance and Child Support Fund	0	2,993
Nonmajor governmental funds	85,574	385,178
Total all funds	\$429,826	\$429,826

All transfers were made to simplify cash flows within the County and for budgeted capital outlays and accumulation of funds for future needs of the County.

Note 17 Contingencies

From time to time, the County is party to other pending claims and legal proceedings. Although the outcome of such matters cannot be forecast with certainty, it is the opinion of management and the County's legal counsel that the likelihood is remote that any such claims or proceedings will have a material adverse effect on the County's financial position or results of operations.

Carroll County, Illinois

Notes to Financial Statements

Note 18 Prior Year Restatement

As a result of the implementation of GASB Statement No. 68 and 71, the governmental activities beginning net position was restated as follows:

	Governmental Activities
Balance at December 1, 2014	\$11,718,553
Subtract beginning net pension liability for IMRF	(625,465)
Balance at December 1, 2014, as restated	<u>\$11,093,088</u>

Note 19 New Reporting Standard

GASB Statement No. 68, *Accounting and Financial Reporting for Pensions—an amendment of GASB Statement No. 27* is effective for periods beginning after June 15, 2014. This statement establishes new requirements for governments to report a “net pension liability” for the unfunded portion of its IMRF pension plans. The County has implemented this statement in the year ended November 30, 2015.

GASB Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date – an amendment of GASB Statement No. 68* is effective for periods beginning after June 15, 2014. The statement amends the new requirements for governments reporting a net pension liability. The County has implemented this statement in the year ended November 30, 2015.

Note 20 Impact of Pending Accounting Principles

In June 2015, the Governmental Accounting Standards Board (GASB) issued Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*. The County is required to implement this standard for the fiscal year ending November 30, 2018. The County has not yet determined the full impact that adoption of GASB Statement 75 will have on the financial statements.

In June 2015, the Governmental Accounting Standards Board (GASB) issued Statement No. 76, *The Hierarchy of Generally Accepted Accounting Principles for State and Local Governments*. The County is required to implement this standard for the fiscal year ending November 30, 2016. The County has not yet determined the full impact that adoption of GASB Statement 76 will have on the financial statements.

In August 2015, the Governmental Accounting Standards Board (GASB) issued Statement No. 77, *Tax Abatement Disclosures*. The County is required to implement this standard for the fiscal year ending November 30, 2017. The County has not yet determined the full impact that adoption of GASB Statement 77 will have on the financial statement.

Carroll County, Illinois

Notes to Financial Statements

Note 20 Impact of Pending Accounting Principles (continued)

In December 2015, the Governmental Accounting Standards Board (GASB) issued Statement No. 78, *Pensions Provided through Certain Multiple-Employer Defined Benefit Pension Plans*. The County is required to implement this standard for the fiscal year ending November 30, 2017. The County has not yet determined the full impact that adoption of GASB Statement 78 will have on the financial statement.

In December 2015, the Governmental Accounting Standards Board (GASB) issued Statement No. 79, *Certain External Investment Pools and Pool Participants*. The County is required to implement this standard for the fiscal year ending November 30, 2017. The County has not yet determined the full impact that adoption of GASB Statement 79 will have on the financial statement.

Required Supplementary Information

Carroll County, Illinois

General Fund

Budgetary Comparison Schedule for the General Fund

Required Supplementary Information

For the year ended November 30, 2015

	Budgeted Amounts		
	Original and Final	Actual	Variance with Final Budget
Revenues:			
Property taxes	\$905,900	\$889,280	(\$16,620)
Intergovernmental revenue	1,610,546	1,717,046	106,500
Revenues from services, fees, and fines	602,555	672,356	69,801
Revenue from use of money and property	7,325	4,020	(3,305)
Other revenue	20,200	43,077	22,877
Total revenues	3,146,526	3,325,779	179,253
Expenditures:			
General control and administration	1,409,829	1,249,146	160,683
Public safety	1,211,896	1,245,545	(33,649)
Judiciary and court related	791,692	761,876	29,816
Public welfare	32,500	23,480	9,020
Transportation	1,600	0	1,600
Corrections	337,579	306,412	31,167
Total expenditures	3,785,096	3,586,459	165,870
Excess (deficiency) of revenues over expenditures	(638,570)	(260,680)	377,890
Other financing sources (uses):			
Transfers in	413,045	338,694	(74,351)
Transfers out	(16,000)	(16,000)	0
Total other financing sources/(uses)	397,045	322,694	(74,351)
Net change in fund balance	<u>(\$241,525)</u>	62,014	<u>\$303,539</u>
Fund balance, beginning of year		<u>1,548,916</u>	
Fund balance, end of year		<u>\$1,610,930</u>	
GAAP fund balances for General Revenue Funds:			
General Fund		\$1,610,930	
Special Computer Upgrade		0	
GAAP fund balances for General Revenue Funds		<u>\$1,610,930</u>	

See Notes to Required Supplementary Information.

Carroll County, Illinois

County Highway Fund

Budgetary Comparison Schedule

Required Supplementary Information

For the year ended November 30, 2015

	Budgeted Amounts		
	Original and Final	Actual	Variance with Final Budget
Revenues:			
Property taxes	\$350,250	\$329,364	(\$20,886)
Intergovernmental revenue	180,000	189,902	9,902
Revenues from services, fees, and fines	235,400	351,127	115,727
Revenue from use of money and property	700	771	71
Other revenue	4,000	14,528	10,528
Total revenues	770,350	885,692	115,342
Expenditures -			
Transportation	874,570	865,712	8,858
Other financing sources (uses) -			
Proceeds from capital lease	0	175,000	175,000
Net change in fund balance	<u>(\$104,220)</u>	194,980	<u>\$299,200</u>
Fund balance, beginning of year		282,837	
Fund balance, end of year		<u>\$477,817</u>	

See Notes to Required Supplementary Information.

Carroll County, Illinois

Illinois Municipal Retirement Fund
Budgetary Comparison Schedule
Required Supplementary Information
For the year ended November 30, 2015

	Budgeted Amounts		
	Original and Final	Actual	Variance with Final Budget
Revenues:			
Property taxes	\$370,400	\$370,107	(\$293)
Intergovernmental revenue	0	0	0
Revenue from use of money and property	800	767	(33)
Total revenues	371,200	370,874	(326)
Expenditures:			
General control and administration	90,475	85,375	5,100
Public safety	148,716	140,333	8,383
Judiciary and court related	88,656	83,659	4,997
Public health	315	297	18
Public welfare	1,521	1,435	86
Transportation	59,923	56,545	3,378
Corrections	33,967	32,052	1,915
Total expenditures	423,573	399,696	23,877
Excess (deficiency) of revenues over expenditures	(52,373)	(28,822)	23,551
Other financing sources (uses):			
Transfers in	6,558	5,558	(1,000)
Transfers out	(25,401)	(25,401)	0
Total other financing sources/(uses)	(18,843)	(19,843)	(1,000)
Net change in fund balance	<u>(\$71,216)</u>	<u>(48,665)</u>	<u>\$22,551</u>
Fund balance, beginning of year		<u>340,170</u>	
Fund balance, end of year		<u>\$291,505</u>	

See Notes to Required Supplementary Information.

Carroll County, Illinois

Community Mental Health

Budgetary Comparison Schedule

Required Supplementary Information

For the year ended November 30, 2015

	Budgeted Amounts		
	Original and Final	Actual	Variance with Final Budget
Revenues:			
Property taxes	\$329,000	\$329,102	\$102
Revenue from use of money and property	0	90	90
Total revenues	329,000	329,192	192
Expenditures -			
Public welfare	329,000	329,000	0
Net change in fund balance	<u>\$0</u>	192	<u>\$192</u>
Fund balance, beginning of year		<u>5,543</u>	
Fund balance, end of year		<u>\$5,735</u>	

See Notes to Required Supplementary Information.

Carroll County, Illinois

Maintenance and Child Support Fund
Budgetary Comparison Schedule
Required Supplementary Information
For the year ended November 30, 2015

	Budgeted Amounts		
	Original and Final	Actual	Variance with Final Budget
Revenues:			
Intergovernmental revenues	\$0	\$0	\$0
Revenue from services, fees and fines	18,000	24,935	6,935
Revenue from use of money and property	500	680	180
Total revenues	18,500	25,615	7,115
Expenditures -			
Judiciary and court related	15,400	2,110	13,290
Excess (deficiency) of revenues over expenditures	3,100	23,505	20,405
Other financing sources (uses) -			
Transfers out	(4,500)	(2,993)	1,507
Net change in fund balance	<u>(\$1,400)</u>	20,512	<u>\$21,912</u>
Fund balance, beginning of year		145,221	
Fund balance, end of year		<u>\$165,733</u>	

See Notes to Required Supplementary Information.

Carroll County

Schedules of Required Supplementary Information

Multiyear Schedule of Changes in Net Pension Liability and Related Ratios

IMRF Regular Plan

Last 10 Calendar Years

(schedule to be built prospectively from 2014)

	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005
Calendar year ending December 31,										
Total pension liability:										
Service cost	\$235,052									
Interest on the total pension liability	759,959									
Benefit changes	0									
Difference between expected and actual experience	136,774									
Assumption changes	429,979									
Benefit payments and refunds	(390,316)									
Net change in total pension liability	1,171,448									
Total pension liability - beginning	10,210,418									
Total pension liability - ending (a)	\$11,381,866									
Plan fiduciary net position:										
Employer contributions	\$293,354									
Employee contributions	92,647									
Pension plan net investment income	588,000									
Benefit payments and refunds	(390,316)									
Other	41,358									
Net change in plan fiduciary net position	625,043									
Plan fiduciary net position - beginning	9,641,505									
Plan fiduciary net position - ending (b)	\$10,266,548									
Net pension liability(asset) - Ending (a) - (b)	1,115,318									
Plan fiduciary net position as a percentage of total pension liability	90.20%									
Covered valuation payroll	2,058,826									
Net pension liability as a percentage of covered valuation payroll	54.17%									

The County adopted GASB Statement No. 68 in November 2015

Carroll County
 Schedules of Required Supplementary Information
 Multiyear Schedule of Changes in Net Pension Liability and Related Ratios
 IMRF SLEP Plan
 Last 10 Calendar Years
 (schedule to be built prospectively from 2014)

Calendar year ending December 31,

Total pension liability:

Service cost	\$135,571
Interest on the total pension liability	304,438
Benefit changes	0
Difference between expected and actual experience	(34,557)
Assumption changes	94,344
Benefit payments and refunds	(124,046)

Net change in total pension liability	375,750
---------------------------------------	---------

Total pension liability - beginning	4,053,405
-------------------------------------	-----------

Total pension liability - ending (a)	\$4,429,155
--------------------------------------	-------------

Plan fiduciary net position:

Employer contributions	\$118,513
Employee contributions	52,782
Pension plan net investment income	245,249
Benefit payments and refunds	(124,046)
Other	9,875

Net change in plan fiduciary net position	302,373
---	---------

Plan fiduciary net position - beginning	3,996,853
---	-----------

Plan fiduciary net position - ending (b)	\$4,299,226
--	-------------

Net pension liability(asset) - Ending (a) - (b)	129,929
---	---------

Plan fiduciary net position as a percentage of total pension liability	97.07%
---	--------

Covered valuation payroll	703,758
---------------------------	---------

Net pension liability as a percentage of covered valuation payroll	18.46%
---	--------

The County adopted GASB Statement No. 68 in November 2015

Carroll County, Illinois

Required Supplementary Information

Multiyear Schedule of IMRF Contributions

Multiyear Schedule of Contributions (IMRF – Non-SLEP) Last 10 Calendar Years

Calendar Year Ending December 31,	Actuarially Determined Contribution*	Actual Contribution	Contribution Deficiency (Excess)	Covered Valuation Payroll	Actual Contribution As a % of Covered Valuation Payroll
2014	\$243,353	\$293,354	(\$50,001)	\$2,058,826	14.25%

* Estimated based on contribution rate of 14.25% and covered valuation payroll of \$2,058,826

* The County implemented GASB Statement No. 68 in 11/30/15

Multiyear Schedule of Contributions (IMRF – SLEP) Last 10 Calendar Years

Calendar Year Ending December 31,	Actuarially Determined Contribution*	Actual Contribution	Contribution Deficiency (Excess)	Covered Valuation Payroll	Actual Contribution As a % of Covered Valuation Payroll
2014	\$118,513	\$118,513	\$0	\$703,758	16.84%

* Estimated based on contribution rate of 16.84% and covered valuation payroll of \$703,758

* The County implemented GASB Statement No. 68 in 11/30/15

Carroll County, Illinois

Notes to Required Supplementary Information

Note 1 Basis of Accounting

Annual budgets are adopted for all governmental funds using the modified accrual basis of accounting, which is consistent with generally accepted accounting principles.

Note 2 Excess of Disbursements Over Appropriations

There were no major funds that had excess of expenditures over appropriations for fiscal year 2015.

Note 3 Summary of Actuarial Methods and Assumptions Used in the Calculation of the 2014 Contribution Rate for IMRF *

Valuation date:

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

Methods and Assumptions Used to Determine 2014 Contribution Rates:

Actuarial Cost Method	Aggregate Entry Age Normal
Amortization Method	Level Percentage of Payroll, Closed
Remaining Amortization Period	Non-Taxing bodies: 100-year rolling period. Taxing bodies (Regular, SLEP and ECO groups): 29-year closed period until remaining period reaches 15 years (then 15-year rolling period). Early Retirement Incentive Plan liabilities: a period up to 10 years selected by the Employer upon adoption of ERI. SLEP supplemental liabilities attributable to Public Act 94-712 were financed over 24 years for most employers (two employers were financed over 33 years)>
Asset Valuation Method	5-Year smoothed market; 20% corridor
Wage growth	4.00%
Price Inflation	3.0% - approximate; No explicit price inflation assumption is used in this valuation.
Salary Increases	4.40% to 16.00% including inflation

Carroll County, Illinois

Notes to Required Supplementary Information

Note 3 Summary of Actuarial Methods and Assumptions Used in the Calculation of the 2014 Contribution Rate for IMRF * (continued)

Investment Rate of Return	7.50%
Retirement Age	Experience-based table of rates that are specific to the type of eligibility condition. Last updated for the 2011 valuation pursuant to an experience study of the period 2008-2010.
Mortality	RP-2000 Combined Healthy Mortality Table, adjusted for mortality improvements to 2020 using projection scale AA. For men 120% of the table rates were used. For women 92% of the table rates were used. For disabled lives, the mortality rates are the rates applicable to non-disabled lives set forward 10 years.

Other Information:

Notes	There were no benefit changes during the year.
-------	--

** Based on Valuation Assumptions used in the December 31, 2012 actuarial valuation.*

Supplementary Information

Carroll County, Illinois

General Fund

Combining Balance Sheet

November 30, 2015

ASSETS	General	Special Computer Upgrade	Total General
Cash on hand	\$885	\$0	\$885
Cash in banks	1,228,561	0	1,228,561
Deposits	1,514	0	1,514
Investments	8,525	0	8,525
Inventory	2,446	0	2,446
Property taxes receivable	940,000	0	940,000
Accounts receivable	51,639	0	51,639
Motor fuel tax allotment receivable	0		
Due from other governments	411,501	0	411,501
Prepaid expenses	60,000	0	60,000
Due from other funds	1,000	0	1,000
Total assets	\$2,706,071	\$0	\$2,706,071
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES			
Liabilities:			
Accounts payable	\$37,252	\$0	\$37,252
Accrued payroll	94,501	0	94,501
Accrued compensated absences	23,388	0	23,388
Due to other funds	0	0	0
Total liabilities	155,141	0	155,141
Deferred inflows of resources - Unavailable property taxes	940,000	0	940,000
Fund balances:			
Nonspendable	62,446	0	62,446
Committed	0	0	0
Unassigned	1,548,484	0	1,548,484
Total fund balances	1,610,930	0	1,610,930
Total liabilities, deferred inflows of resources and fund balances	\$2,706,071	\$0	\$2,706,071

Carroll County, Illinois

General Fund

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances

For the year ended November 30, 2015

	General Fund	Special Computer Upgrade Fund	Total General Fund
Revenues:			
Property taxes	\$889,280	\$0	\$889,280
Intergovernmental revenue	1,717,046	0	1,717,046
Revenues from services, fees, and fines	672,356	0	672,356
Revenue from use of money and property	4,020	0	4,020
Other revenue	43,077	0	43,077
Total revenues	3,325,779	0	3,325,779
Expenditures:			
General control and administration	1,249,146	0	1,249,146
Public safety	1,245,545	0	1,245,545
Judiciary and court related	761,876	0	761,876
Public welfare	23,480	0	23,480
Transportation	0	0	0
Corrections	306,412	0	306,412
Total expenditures	3,586,459	0	3,586,459
Excess (deficiency) of revenues over expenditures	(260,680)	0	(260,680)
Other financing sources (uses):			
Transfers in	338,694	0	338,694
Transfers out	(16,000)	(254)	(16,254)
Total other financing sources (uses)	322,694	(254)	322,440
Net change in fund balance	62,014	(254)	61,760
Fund balance, beginning of year	1,548,916	254	1,549,170
Fund balance, end of year	\$1,610,930	\$0	\$1,610,930

Carroll County, Illinois

Combining Balance Sheet

Nonmajor Governmental Funds

November 30, 2015

			Special
	Total	County	
ASSETS	Nonmajor	Bridge	911
	Governmental		
Cash on hand	\$200	\$0	\$0
Cash in banks	2,994,953	490,480	169,488
Deposits	0	0	0
Investments	0	0	0
Inventory	0	0	0
Property taxes receivable	938,200	175,000	0
Accounts receivable	31,541	4,293	6,780
Due from other governments	371,294	0	74,902
Prepaid expenses	0	0	0
Due from other funds	0	0	0
Total assets	\$4,336,188	\$669,773	\$251,170
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES			
Liabilities:			
Accounts payable	\$102,254	\$6,395	\$4,475
Accrued payroll	22,292	0	0
Accrued compensated absences	3,047	0	0
Due to other funds	1,000	0	0
Total liabilities	128,593	6,395	4,475
Deferred inflows of resources -			
Unavailable property taxes	938,200	175,000	0
Fund balances (deficit) -			
Restricted	3,269,395	488,378	246,695
Unassigned	0	0	0
Total fund balances	3,269,395	488,378	246,695
Total liabilities, deferred inflows of resources and fund balances	\$4,336,188	\$669,773	\$251,170

Revenue Fund

Matching	Motor Fuel Tax	Court Security Fee	State's Attorney Drug Fines and Forfeiture	Senior Citizen	Social Security
\$0	\$0	\$0	\$0	\$0	\$0
653,218	72,444	100,138	17,286	0	327,295
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
175,000	0	0	0	83,000	247,000
0	0	0	0	0	0
0	127,419	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
\$828,218	\$199,863	\$100,138	\$17,286	\$83,000	\$574,295

\$2,700	\$0	\$0	\$0	\$0	\$0
0	4,053	955	0	0	8,207
0	0	0	0	0	0
0	0	0	0	0	0
2,700	4,053	955	0	0	8,207

175,000	0	0	0	83,000	247,000
---------	---	---	---	--------	---------

650,518	195,810	99,183	17,286	0	319,088
0	0	0	0	0	0
650,518	195,810	99,183	17,286	0	319,088

\$828,218	\$199,863	\$100,138	\$17,286	\$83,000	\$574,295
------------------	------------------	------------------	-----------------	-----------------	------------------

Carroll County, Illinois

Combining Balance Sheet

Nonmajor Governmental Funds (Continued)

November 30, 2015

	Special		
	Agriculture Co-op Extension	Tourism Promotion	Court Automation
ASSETS			
Cash on hand	\$0	\$0	\$0
Cash in banks	0	27,459	11,856
Deposits	0	0	0
Investments	0	0	0
Inventory	0	0	0
Property taxes receivable	75,000	0	0
Accounts receivable	0	0	0
Due from other governments	0	0	0
Prepaid expenses	0	0	0
Due from other funds	0	0	0
Total assets	\$75,000	\$27,459	\$11,856
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES			
Liabilities:			
Accounts payable	\$0	\$2,070	\$0
Accrued payroll	0	0	0
Accrued compensated absences	0	0	0
Due to other funds	0	0	0
Total liabilities	0	2,070	0
Deferred inflows of resources -			
Unavailable property taxes	75,000	0	0
Fund balances (deficit) -			
Restricted	0	25,389	11,856
Unassigned	0	0	0
Total fund balance	0	25,389	11,856
Total liabilities deferred inflows of resources and fund balances	\$75,000	\$27,459	\$11,856

Revenue Funds

Law Library	Electronic Monitoring	Probation Service Fee	Document Storage Fee	State's Attorney VOCA	Geographic Information Systems
\$0	\$0	\$0	\$0	\$0	\$0
8,435	3,875	61,239	12,371	0	46,246
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	7,000	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
\$8,435	\$3,875	\$61,239	\$12,371	\$7,000	\$46,246

\$0	\$0	\$0	\$0	\$0	\$4,640
0	0	0	0	429	1,845
0	0	0	0	0	1,016
0	0	0	0	1,000	0
0	0	0	0	1,429	7,501

0	0	0	0	0	0
---	---	---	---	---	---

8,435	3,875	61,239	12,371	5,571	38,745
0	0	0	0	0	0
8,435	3,875	61,239	12,371	5,571	38,745

\$8,435	\$3,875	\$61,239	\$12,371	\$7,000	\$46,246
----------------	----------------	-----------------	-----------------	----------------	-----------------

Carroll County, Illinois

Combining Balance Sheet

Nonmajor Governmental Funds (Continued)

November 30, 2015

	Special		
	Animal Control	Tax Sale Automation	DUI Enforcement Equipment
ASSETS			
Cash on hand	\$0	\$0	\$0
Cash in banks	14,643	11,033	2,190
Deposits	0	0	0
Investments	0	0	0
Inventory	0	0	0
Property taxes receivable	0	0	0
Accounts receivable	0	0	0
Due from other governments	0	0	0
Prepaid expenses	0	0	0
Due from other funds	0	0	0
Total assets	\$14,643	\$11,033	\$2,190
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES			
Liabilities:			
Accounts payable	\$5,205	\$0	\$0
Accrued payroll	0	0	0
Accrued compensated absences	0	0	0
Due to other funds	0	0	0
Total liabilities	5,205	0	0
Deferred inflows of resources -			
Unavailable property taxes	0	\$0	0
Fund balances (deficit) -			
Restricted	9,438	11,033	2,190
Unassigned	0	0	0
Total fund balance	9,438	11,033	2,190
Total liabilities, deferred inflows of resources and fund balances	\$14,643	\$11,033	\$2,190

Revenue Funds

Geographic Information Systems Fee Resolution	County Recorder's Automation	Vital Records Automation	Liability Insurance	County Health Department	Grant	States Attorney Task Force	Public Safety Tax
\$0	\$0	\$0	\$0	\$200	\$0	\$0	\$0
5,634	99,204	24,506	464,300	301,339	3,628	14,748	3,460
0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0
0	0	0	167,000	10,000	0	0	0
2,167	0	0	0	11,301	0	0	0
0	0	0	0	37,809	0	0	58,528
0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0
\$7,801	\$99,204	\$24,506	\$631,300	\$360,649	\$3,628	\$14,748	\$61,988

\$0	\$0	\$0	\$0	\$4,133	\$0	\$0	\$0
0	0	0	0	6,691	0	112	0
0	0	0	0	2,031	0	0	0
0	0	0	0	0	0	0	0
0	0	0	0	12,855	0	112	0
0	0	0	167,000	10,000	0	0	0
7,801	99,204	24,506	464,300	337,794	3,628	14,636	61,988
0	0	0	0	0	0	0	0
7,801	99,204	24,506	464,300	337,794	3,628	14,636	61,988
\$7,801	\$99,204	\$24,506	\$631,300	\$360,649	\$3,628	\$14,748	\$61,988

Carroll County, Illinois

Combining Balance Sheet

Nonmajor Governmental Funds (Continued)

November 30, 2015

	Special	
	Pet	Squad
	Population	Car
	Control	Acquisition
		And
		Maintenance
ASSETS		
Cash on hand	\$0	\$0
Cash in banks	14,853	5,085
Deposits	0	0
Investments	0	0
Inventory	0	0
Property taxes receivable	0	0
Accounts receivable	0	0
Due from other governments	0	0
Prepaid expenses	0	0
Due from other funds	0	0
Total assets	\$14,853	\$5,085
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES		
Liabilities:		
Accounts payable	\$0	\$0
Accrued payroll	0	0
Accrued compensated absences	0	0
Due to other funds	0	0
Total liabilities	0	0
Deferred inflows of resources -		
Unavailable property taxes	0	0
Fund balances (deficit) -		
Restricted	14,853	5,085
Unassigned	0	0
Total fund balance	14,853	5,085
Total liabilities, deferred inflows of resources and fund balances	\$14,853	\$5,085

Revenue Funds

Victims Impact Fund	Transportation Grant	Failure to Appear	Circuit Clerk Operation and Administration	Historical Society	Coroner's Fees
\$0	\$0	\$0	\$0	\$0	\$0
4,032	0	3,528	9,692	0	11,248
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	6,200	0
0	0	0	0	0	0
0	72,636	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
\$4,032	\$72,636	\$3,528	\$9,692	\$6,200	\$11,248

\$0	\$72,636	\$0	\$0	\$0	\$0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	72,636	0	0	0	0

0	0	0	0	6,200	0
---	---	---	---	-------	---

4,032	0	3,528	9,692	0	11,248
0	0	0	0	0	0
4,032	0	3,528	9,692	0	11,248

\$4,032	\$72,636	\$3,528	\$9,692	\$6,200	\$11,248
----------------	-----------------	----------------	----------------	----------------	-----------------

Carroll County, Illinois

Combining Statement of Revenues and Expenditures and Changes in Fund Balances Nonmajor Governmental Funds For the year ended November 30, 2015

			Special
	Total Nonmajor Governmental	County Bridge	911
Revenues:			
Property taxes	\$876,044	\$164,681	\$0
Intergovernmental revenue	1,527,440	249,662	159,321
Licenses and permits	4,912	0	0
Revenues from services, fees, and fines	367,970	0	106,727
Revenue from use of money and property	0 11,330	1,339	551
Other revenue	11,551	0	28
Total revenues	2,799,247	415,682	266,627
Expenditures:			
Current:			
General control and administration	341,566	0	0
Public safety	251,039	0	107,990
Judiciary and court related	79,627	0	0
Public health	357,152	0	0
Public welfare	308,841	0	0
Transportation	895,280	313,793	0
Corrections	17,237	0	0
Debt service:			
Principal	0	0	0
Interest	0	0	0
Capital outlay	444,798	54,812	56,042
Total expenditures	2,695,540	368,605	164,032
Excess (deficiency) of revenues over expenditures	103,707	47,077	102,595
Other financing sources and (uses):			
Operating transfers in	85,574	0	0
Operating transfers out	(385,178)	0	(54,905)
Net change in fund balance	(195,897)	47,077	47,690
Fund balances (deficit), beginning of year	3,465,292	441,301	199,005
Fund balances (deficit), end of year	\$3,269,395	\$488,378	\$246,695

Revenue Funds

Matching	Motor Fuel Tax	Court Security Fee	State's Attorney Drug Fines and Forfeiture	Senior Citizen	Social Security
\$164,681	\$0	\$0	\$0	\$81,289	\$234,078
0	444,946	0	0	0	0
0	0	0	0	0	0
0	0	26,548	3,707	0	0
1,814	2,103	442	60	0	909
0	0	0	0	0	0
166,495	447,049	26,990	3,767	81,289	234,987
0	0	0	0	0	45,915
0	0	30,874	0	0	75,470
0	0	0	1,387	0	44,991
0	0	0	0	0	160
0	0	0	0	81,289	772
4,761	546,317	0	0	0	30,409
0	0	0	0	0	17,237
0	0	0	0	0	0
0	0	0	0	0	0
61,341	0	47,381	0	0	0
66,102	546,317	78,255	1,387	81,289	214,954
100,393	(99,268)	(51,265)	2,380	0	20,033
0	0	0	0	0	3,439
0	0	0	0	0	(15,734)
100,393	(99,268)	(51,265)	2,380	0	7,738
550,125	295,078	150,448	14,906	0	311,350
\$650,518	\$195,810	\$99,183	\$17,286	\$0	\$319,088

Carroll County, Illinois

Combining Statement of Revenues and Expenditures and Changes in Fund Balances Nonmajor Governmental Funds (Continued) For the year ended November 30, 2015

	Special		
	Agriculture Co-op Extension	Tourism Promotion	Court Automation
Revenues:			
Property taxes	\$75,030	\$0	\$0
Intergovernmental revenue	0	0	0
Licenses and permits	0	0	0
Revenues from services, fees, and fines	0	38,782	10,686
Revenue from use of money and property	0	61	82
Other revenue	0	2,043	0
Total revenues	75,030	40,886	10,768
Expenditures:			
Current:			
General control and administration	75,030	27,708	0
Public safety	0	0	0
Judiciary and court related	0	0	8,620
Public health	0	0	0
Public welfare	0	0	0
Transportation	0	0	0
Corrections	0	0	0
Debt service:			
Principal	0	0	0
Interest	0	0	0
Capital outlay	0	0	0
Total expenditures	75,030	27,708	8,620
Excess (deficiency) of revenues over expenditures	0	13,178	2,148
Other financing sources and (uses):			
Operating transfers in	0	0	0
Operating transfers out	0	(1,939)	0
Net change in fund balance	0	11,239	2,148
Fund balances (deficit), beginning of year	0	14,150	9,708
Fund balances (deficit), end of year	\$0	\$25,389	\$11,856

Revenue Funds

Law Library	Electronic Monitoring	Probation Service Fee	Document Storage Fee	State's Attorney VOCA	Geographic Information Systems
\$0	\$0	\$0	\$0	\$0	\$0
0	0	0	0	20,886	0
0	0	0	0	0	0
2,125	1,267	21,134	10,756	0	2,786
24	8	242	88	6	113
0	0	0	0	0	3,410
2,149	1,275	21,376	10,844	20,892	6,309
0	0	0	0	0	59,646
0	0	0	0	0	0
0	0	4,040	7,300	13,289	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	4,040	7,300	13,289	59,646
2,149	1,275	17,336	3,544	7,603	(53,337)
0	0	0	0	0	41,000
0	0	(25,710)	(276)	0	0
2,149	1,275	(8,374)	3,268	7,603	(12,337)
6,286	2,600	69,613	9,103	(2,032)	51,082
\$8,435	\$3,875	\$61,239	\$12,371	\$5,571	\$38,745

Carroll County, Illinois

Combining Statement of Revenues and Expenditures and Changes in Fund Balances Nonmajor Governmental Funds (Continued) For the year ended November 30, 2015

	Special		
	Animal Control	Tax Sale Automation	DUI Enforcement Equipment
Revenues:			
Property taxes	\$0	\$0	\$0
Intergovernmental revenue	0	0	0
Licenses and permits	4,912	0	0
Revenues from services, fees, and fines	1,025	1,160	3,822
Revenue from use of money and property	42	32	3
Other revenue	0	0	0
Total revenues	5,979	1,192	3,825
Expenditures:			
Current:			
General control and administration	0	0	0
Public safety	9,539	0	0
Judiciary and court related	0	0	0
Public health	0	0	0
Public welfare	0	0	0
Transportation	0	0	0
Corrections	0	0	0
Debt service:			
Principal	0	0	0
Interest	0	0	0
Capital outlay	0	0	0
Total expenditures	9,539	0	0
Excess (deficiency) of revenues over expenditures	(3,560)	1,192	3,825
Other financing sources and (uses):			
Operating transfers in	0	0	0
Operating transfers out	0	0	0
Net change in fund balance	(3,560)	1,192	3,825
Fund balances (deficit), beginning of year	12,998	9,841	(1,635)
Fund balances (deficit), end of year	\$9,438	\$11,033	\$2,190

Revenue Funds							
Geographic Information Systems Fee Resolution	County Recorder's Automation	Vital Records Automation	Liability Insurance	County Health Department	Grant	State's Attorney Task Force	Public Tax Safety
\$0	\$0	\$0	\$140,046	\$10,014	\$0	\$0	\$0
0	0	0	0	187,242	10,013	0	228,590
0	0	0	0	0	0	0	0
29,625	25,297	3,295	0	69,662	0	0	0
35	313	77	1,242	1,206	18	53	353
0	0	0	0	6,070	0	0	0
29,660	25,610	3,372	141,288	274,194	10,031	53	228,943
0	5,671	1,500	119,871	0	0	0	0
0	0	0	0	0	19,094	2,650	3,500
0	0	0	0	0	0	0	0
0	0	0	0	356,992	0	0	0
0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0
0	0	0	0	225,222	0	0	0
0	5,671	1,500	119,871	582,214	19,094	2,650	3,500
29,660	19,939	1,872	21,417	(308,020)	(9,063)	(2,597)	225,443
0	0	0	0	41,135	0	0	0
(25,000)	(11,000)	0	(10,000)	0	0	(614)	(240,000)
4,660	8,939	1,872	11,417	(266,885)	(9,063)	(3,211)	(14,557)
3,141	90,265	22,634	452,883	604,679	12,691	17,847	76,545
\$7,801	\$99,204	\$24,506	\$464,300	\$337,794	\$3,628	\$14,636	\$61,988

Carroll County, Illinois

Combining Statement of Revenues and Expenditures and Changes in Fund Balances Nonmajor Governmental Funds (Continued) For the year ended November 30, 2015

		Special
	Pet Population Control	Squad Car Acquisition And Maintenance
Revenues:		
Property taxes	\$0	\$0
Intergovernmental revenue	0	0
Licenses and permits	0	0
Revenues from services, fees, and fines	2,388	1,510
Revenue from use of money and property	46	14
Other revenue	0	0
Total revenues	2,434	1,524
Expenditures:		
Current:		
General control and administration	0	0
Public safety	1,922	0
Judiciary and court related	0	0
Public health	0	0
Public welfare	0	0
Transportation	0	0
Corrections	0	0
Debt service:		
Principal	0	0
Interest	0	0
Capital outlay	0	0
Total expenditures	1,922	0
Excess (deficiency) of revenues over expenditures	512	1,524
Other financing sources and (uses):		
Operating transfers in	0	0
Operating transfers out	0	0
Net change in fund balance	512	1,524
Fund balances (deficit), beginning of year	14,341	3,561
Fund balances (deficit), end of year	\$14,853	\$5,085

Revenue Funds

Victims Impact Fund	Transportation Grant	Failure to Appear	Circuit Clerk Operation and Administration	Historical Society	Coroner's Fees
\$0	\$0	\$0	\$0	\$6,225	\$0
0	226,780	0	0	0	0
0	0	0	0	0	0
600	0	1,504	1,664	0	1,900
12	0	9	0	0	33
0	0	0	0	0	0
612	226,780	1,513	1,664	6,225	1,933
0	0	0	0	6,225	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	226,780	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	226,780	0	0	6,225	0
612	0	1,513	1,664	0	1,933
0	0	0	0	0	0
0	0	0	0	0	0
612	0	1,513	1,664	0	1,933
3,420	0	2,015	8,028	0	9,315
\$4,032	\$0	\$3,528	\$9,692	\$0	\$11,248

Carroll County, Illinois

Combining Statement of Changes in Assets and Liabilities

All Agency Funds

November 30, 2015

	Balance Beginning of Year	Additions	Deductions	Balance End of Year
Township Motor Fuel Tax Fund				
Assets:				
Cash in banks	\$489,485	\$465,950	\$762,412	\$193,023
Due from other governments	56,446	287,483	56,446	287,483
Total assets	\$545,931	\$753,433	\$818,858	\$480,506
Liabilities:				
Accounts payable	\$4,475	16,403	4,475	\$16,403
Agency funds due to others	541,456	737,030	814,383	464,103
Total liabilities	\$545,931	\$753,433	818,858	\$480,506
Township Bridge Program Fund				
Assets -				
Cash in banks	\$262,010	\$2,203	\$259,500	\$4,713
Liabilities:				
Accounts payable	\$142,814	\$0	\$142,814	\$0
Agency funds due to others	119,196	2,203	116,686	4,713
Total liabilities	262,010	2,203	259,500	4,713
Non-Resident Heirs Fund				
Assets -				
Cash in banks	\$13,577	\$43	\$90	\$13,530
Liabilities -				
Agency funds due to others	\$13,577	\$43	\$90	\$13,530

Carroll County, Illinois

Combining Statement of Changes in Assets and Liabilities

All Agency Funds (Continued)

November 30, 2015

	Balance Beginning of Year	Additions	Deductions	Balance End of Year
Rental Housing Surcharge Fund				
Assets -				
Cash in banks	\$0	\$22,275	\$22,275	\$0
Liabilities:				
Accounts payable	\$1,800	\$0	\$1,800	\$0
Agency funds due to others	(1,800)	22,275	20,475	0
Total liabilities	\$0	\$22,275	\$22,275	\$0
Circuit Clerk				
Assets :				
Cash in banks	\$162,220	\$710,554	\$725,015	\$147,759
Deposits	40,693	305	305	40,693
Total assets	\$202,913	\$710,859	\$725,320	\$188,452
Liabilities -				
Agency funds due to others	\$202,913	\$710,859	\$725,320	\$188,452
County Clerk's Tax Redemption Fund				
Assets -				
Cash in banks	\$8,197	\$308,958	\$316,418	\$737
Liabilities :				
Accounts payable	\$10,202	\$23,676	\$10,202	\$23,676
Agency funds due to others	(2,005)	285,282	306,216	(22,939)
Total liabilities	\$8,197	\$308,958	\$316,418	\$737
Death and Fetal Death Fees Account				
Assets -				
Cash in banks	\$388	\$4,012	\$4,088	\$312
Liabilities -				
Agency funds due to others	\$388	\$4,012	\$4,088	\$312
Clerk & Recorder's Fees Account				
Assets -				
Cash in banks	\$30,889	\$286,916	\$291,020	\$26,785
Liabilities :				
Accounts payable	\$26,445	\$18,645	\$26,445	\$18,645
Agency funds due to others	4,444	268,271	264,575	8,140
Total liabilities	\$30,889	\$286,916	\$291,020	\$26,785

Carroll County, Illinois

Combining Statement of Changes in Assets and Liabilities

All Agency Funds (Continued)

November 30, 2015

	Balance Beginning of Year	Additions	Deductions	Balance End of Year
Sheriff Fees Account				
Assets -				
Cash in banks	\$7,936	\$52,948	\$56,922	\$3,962
Liabilities -				
Agency funds due to others	\$7,936	\$52,948	\$56,922	\$3,962
Prisoner Commissary Account				
Assets -				
Cash in banks	\$2,081	\$36,557	\$38,460	\$178
Liabilities -				
Agency funds due to others	\$2,081	\$36,557	\$38,460	\$178
Sheriff's Trust Account Fund				
Assets -				
Cash in banks	\$5,562	\$9,846	\$9,846	\$5,562
Liabilities -				
Agency funds due to others	\$5,562	\$9,846	\$9,846	\$5,562
County Trustee				
Assets -				
Cash in banks	\$2,832	\$5,245	\$4,826	\$3,251
Liabilities -				
Agency funds due to others	\$2,832	\$5,245	\$4,826	\$3,251
Probation Restitution Fund				
Assets -				
Cash in banks	\$1,318	\$1,947	\$978	\$2,287
Liabilities -				
Agency funds due to others	\$1,318	\$1,947	\$978	\$2,287

Carroll County, Illinois

Combining Statement of Changes in Assets and Liabilities

All Agency Funds (Continued)

November 30, 2015

	Balance Beginning of Year	Additions	Deductions	Balance End of Year
Marriage Fund				
Assets -				
Cash in banks	\$1,543	\$200	\$295	\$1,448
Liabilities -				
Agency funds due to others	\$1,543	\$200	\$295	\$1,448
K-9 Fund				
Assets -				
Cash in banks	\$3,578	\$990	\$1,778	\$2,790
Liabilities -				
Agency funds due to others	\$3,578	\$990	\$1,778	\$2,790
Tax Collection Fund				
Assets :				
Cash in banks	\$18,239	\$26,568,451	\$26,555,652	\$31,038
Investments	57	356,633	356,400	290
Total assets	\$18,296	\$26,925,084	\$26,912,052	\$31,328
Liabilities -				
Agency funds due to others	\$18,296	\$26,925,084	\$26,912,052	\$31,328
All Agency Funds				
Assets:				
Cash in banks	\$1,009,855	\$28,477,095	\$29,049,575	\$437,375
Deposits	40,693	305	305	40,693
Investments	57	356,633	356,400	290
Due from other governments	56,446	287,483	56,446	287,483
Total assets	\$1,107,051	\$29,121,516	\$29,462,726	\$765,841
Liabilities:				
Accounts payable	\$185,736	\$58,724	\$185,736	\$58,724
Agency funds due to others	921,315	29,062,792	29,276,990	707,117
Total liabilities	\$1,107,051	\$29,121,516	\$29,462,726	\$765,841

Carroll County, Illinois

Schedule of Expenditures from Taxes Extended for Tort Immunity Purposes For the year ended November 30, 2015

Property, liability, and workers' compensation insurance	\$105,180
Unemployment	3,470
County's share of insurance costs paid by the Regional Superintendent's Trust Fund	2,225
Arbitration and litigation	8,996
Miscellaneous	0
Total	\$119,871

CARROLL COUNTY HEALTH DEPARTMENT

Last Four Digits FEIN: 6536

DUNS: 962732223

Year - End FY2015 - Summary

Expenses/Revenues	Agency Total	All Other Not Allocated	SUPPLEMENTAL NUTRITION PROGRAM FOR WOMEN INFANTS AND CHILDREN ----- WIC	FAMILY CASE MANAGEMENT ----- CM
Total Program Expenses	266,412.23	169,117.74	54,153.25	43,141.24
Total Support Expenses	3,895.00	2,603.53	470.67	820.80
Total Occupancy Expenses	243,072.00	240,695.88	1,331.59	1,044.53
Total Administrative Expenses	68,834.77	52,107.25	10,339.00	6,388.52
Total Expenses	582,214.00	464,524.40	66,294.51	51,395.09
Total Non-Reimbursable Expenses	0.00	0.00	0.00	0.00
Net Expenses	582,214.00	464,524.40	66,294.51	51,395.09
Total Fees + Purchases of Services	112,113.07	112,113.07	0.00	0.00
Total Grant Revenues	191,210.00	105,845.00	37,911.00	47,454.00
Total Contributions & Other	12,006.00	12,006.00	0.00	0.00
Total Investment Income	0.00	0.00	0.00	0.00
Total Revenues	315,329.07	229,964.07	37,911.00	47,454.00

CARROLL COUNTY HEALTH DEPARTMENT

Year - End FY2015 - Schedule of Program Revenue

Last Four Digits FEIN: 6536

DUNS: 962732223

Account Title	Agency Total	All Other Not Allocated	SUPPLEMENTAL NUTRITION PROGRAM FOR WOMEN INFANTS AND CHILDREN ----- WIC	FAMILY CASE MANAGEMENT ----- CM
Fees + Purchase of Service				
1. Department of Aging	0.00	0.00	0.00	0.00
2. Department of Children and Family Services	0.00	0.00	0.00	0.00
3. Department of Corrections	0.00	0.00	0.00	0.00
4. Medicaid Rehab Option (MRO) Payments	0.00	0.00	0.00	0.00
5. Department of Human Services	0.00	0.00	0.00	0.00
6. Department of Public Aid	6,762.07	6,762.07	0.00	0.00
7. Department of Public Health	0.00	0.00	0.00	0.00
8. Local Education Agency/ School District	0.00	0.00	0.00	0.00
9. Local Government	51,149.00	51,149.00	0.00	0.00
10. Federal Government	0.00	0.00	0.00	0.00
11. Other Government Agencies	0.00	0.00	0.00	0.00
12. Client / Family Program Fees (incl. SSI, SSA, pensions, etc.)	30,051.00	30,051.00	0.00	0.00
13. Special Service Fees for Individual Clients	0.00	0.00	0.00	0.00
14. Diagnostic Service Fees	0.00	0.00	0.00	0.00
15.1. EH Fees	24,151.00	24,151.00	0.00	0.00
15.2.	0.00	0.00	0.00	0.00
15.3.	0.00	0.00	0.00	0.00
15.4.	0.00	0.00	0.00	0.00
16. Total Fees + Purchase of Service	112,113.07	112,113.07	0.00	0.00
Grant Revenues				
17. Department of Aging	0.00	0.00	0.00	0.00
18. Department of Children and Family Services	0.00	0.00	0.00	0.00
19. Department of Corrections	0.00	0.00	0.00	0.00
20. Donated/Certified Funds Initiative (DFI / CFI)	0.00	0.00	0.00	0.00
21. Department of Human Services	85,729.00	364.00	37,911.00	47,454.00
22. Department of Public Aid	0.00	0.00	0.00	0.00
23. Department of Public Health	101,513.00	101,513.00	0.00	0.00
24. Local Education Agency/ School District	0.00	0.00	0.00	0.00
25. Local Government Awards	0.00	0.00	0.00	0.00
26. Federal Government Awards	0.00	0.00	0.00	0.00
27. Other Government Awards	0.00	0.00	0.00	0.00
28. JTPA / CETA	0.00	0.00	0.00	0.00

CARROLL COUNTY HEALTH DEPARTMENT

Year - End FY2015 - Schedule of Program Revenue

Last Four Digits FEIN: 6536

DUNS: 962732223

Account Title	Agency Total	All Other Not Allocated	SUPPLEMENTAL NUTRITION PROGRAM FOR WOMEN INFANTS AND CHILDREN ----- WIC	FAMILY CASE MANAGEMENT ----- CM
29.1. IPC	1,310.00	1,310.00	0.00	0.00
29.2. MOD	2,658.00	2,658.00	0.00	0.00
29.3.	0.00	0.00	0.00	0.00
29.4.	0.00	0.00	0.00	0.00
29.5.	0.00	0.00	0.00	0.00
30. Total Grant Revenues	191,210.00	105,845.00	37,911.00	47,454.00
Contribution & Other				
31. Restricted to Operations	0.00	0.00	0.00	0.00
32. Restricted to Capital	0.00	0.00	0.00	0.00
33. Unrestricted	0.00	0.00	0.00	0.00
34. Contributions - Goods and Services	0.00	0.00	0.00	0.00
35. Child & Adult Food Programs (school meals, commodities)	0.00	0.00	0.00	0.00
36. School Transportation Payments (to/from school)	0.00	0.00	0.00	0.00
37. Sales of Goods and Services	0.00	0.00	0.00	0.00
38. Rent Income	10,800.00	10,800.00	0.00	0.00
39. Gain on Sale of Assets	0.00	0.00	0.00	0.00
40. Cafeteria and Vending Machine	0.00	0.00	0.00	0.00
41.1. Interest	1,206.00	1,206.00	0.00	0.00
41.2.	0.00	0.00	0.00	0.00
41.3.	0.00	0.00	0.00	0.00
41.4.	0.00	0.00	0.00	0.00
42. Total Contribution & Other	12,006.00	12,006.00	0.00	0.00
Investment Income				
43. Income on Restricted Assets / Investments	0.00	0.00	0.00	0.00
44. Income on Unrestricted Assets / Investments	0.00	0.00	0.00	0.00
45. Total Investment Income	0.00	0.00	0.00	0.00
46. Total Revenues (Sum Lines 16, 30, 42, 45)	315,329.07	229,964.07	37,911.00	47,454.00

CARROLL COUNTY HEALTH DEPARTMENT

Last Four Digits FEIN: 6536

DUNS: 962732223

Year - End FY2015 - Schedule of Program Costs

Account Title	Agency Total	All Other Not Allocated	SUPPLEMENTAL NUTRITION PROGRAM FOR WOMEN INFANTS AND CHILDREN ----- WIC	FAMILY CASE MANAGEMENT ----- CM
Program Expenses				
1. Program Staff Salaries	129,961.00	88,728.27	20,980.70	20,252.03
2. Program Clerical Staff Salaries	51,240.00	22,613.64	16,519.71	12,106.65
3. Program Payroll Taxes and Fringe Benefits	65,464.00	39,623.85	15,900.09	9,940.06
4. Program Consultants	0.00	0.00	0.00	0.00
5. Consumer Wages and Fringe Benefits	0.00	0.00	0.00	0.00
6. Medicine and Drugs	16,398.00	16,398.00	0.00	0.00
7. All Other Program Equipment and Supplies	0.00	0.00	0.00	0.00
8. Staff Transportation	2,679.00	1,558.98	752.75	367.27
9. Client Transportation	0.00	0.00	0.00	0.00
10. Transportation To / From School	0.00	0.00	0.00	0.00
11. Direct Service Staff Conferences & Conventions	0.00	0.00	0.00	0.00
12. Program Insurance	0.00	0.00	0.00	0.00
13. Direct Client Specific Assistance	0.00	0.00	0.00	0.00
14. Telecommunication Costs Assigned to Program	475.23	0.00	0.00	475.23
15. Foster Care Payments	0.00	0.00	0.00	0.00
16.1. Training	195.00	195.00	0.00	0.00
16.2.	0.00	0.00	0.00	0.00
16.3.	0.00	0.00	0.00	0.00
16.4.	0.00	0.00	0.00	0.00
17. Total Program Expenses	266,412.23	169,117.74	54,153.25	43,141.24
Support Expenses				
18. Support Salaries	0.00	0.00	0.00	0.00
19. Support Payroll Taxes and Fringe Benefits	0.00	0.00	0.00	0.00
20. Dietary Supplies	0.00	0.00	0.00	0.00
21. Housekeeping and Laundry Supplies	2,080.00	1,193.33	470.67	416.00
22.1. Repairs	1,815.00	1,410.20	0.00	404.80
22.2.	0.00	0.00	0.00	0.00
22.3.	0.00	0.00	0.00	0.00
22.4.	0.00	0.00	0.00	0.00
23. Total Support Expenses	3,895.00	2,603.53	470.67	820.80
Occupancy Expenses				
24. Occupancy Salaries	0.00	0.00	0.00	0.00

CARROLL COUNTY HEALTH DEPARTMENT

Last Four Digits FEIN: 6536

DUNS: 962732223

Year - End FY2015 - Schedule of Program Costs

Account Title	Agency Total	All Other Not Allocated	SUPPLEMENTAL NUTRITION PROGRAM FOR WOMEN INFANTS AND CHILDREN ----- WIC	FAMILY CASE MANAGEMENT ----- CM
25. Occupancy Payroll Taxes and Fringe Benefits	0.00	0.00	0.00	0.00
26. Building & Equip. Operations and Maintenance	2,863.00	2,863.00	0.00	0.00
27. Vehicle Depreciation	0.00	0.00	0.00	0.00
28. All Other Depreciation & Amortization	0.00	0.00	0.00	0.00
29. Vehicle Rent	0.00	0.00	0.00	0.00
30. All Other Lease / Rent / Taxes	2,200.00	1,906.00	174.00	120.00
31. Equipment Under \$500	6,156.00	6,156.00	0.00	0.00
32. Mortgage & Installment Interest	0.00	0.00	0.00	0.00
33. Operating Interest	0.00	0.00	0.00	0.00
34.1. Building Purchase	227,246.00	227,246.00	0.00	0.00
34.2. utilities	4,607.00	2,524.88	1,157.59	924.53
34.3.	0.00	0.00	0.00	0.00
34.4.	0.00	0.00	0.00	0.00
34.5.	0.00	0.00	0.00	0.00
35. Total Occupancy Expenses	243,072.00	240,695.88	1,331.59	1,044.53
Admin & Office Expenses				
36. Administrative Salaries	0.00	0.00	0.00	0.00
37. Administrative Payroll Taxes and Fringe Benefits	0.00	0.00	0.00	0.00
38. Administrative Consultants	0.00	0.00	0.00	0.00
39. Telecommunication Costs Not Assigned to Program	3,641.77	2,242.47	821.63	577.67
40. Office Supplies and Equip	10,780.00	8,755.86	1,117.62	906.52
41. Indirect Costs	0.00	0.00	0.00	0.00
42.1. Contractual	31,753.00	29,702.83	1,300.17	750.00
42.2. Management Contract	22,660.00	11,406.09	7,099.58	4,154.33
42.3.	0.00	0.00	0.00	0.00
42.4.	0.00	0.00	0.00	0.00
42.5.	0.00	0.00	0.00	0.00
43. Total Admin & Office Expenses	68,834.77	52,107.25	10,339.00	6,388.52
44. Total Expenses (Sum lines 17, 23, 35, 43)	582,214.00	464,524.40	66,294.51	51,395.09
Non-Reimbursable Expenses				
45. Depreciation on DMHDD Funded Capital Assets Included Above	0.00	0.00	0.00	0.00

CARROLL COUNTY HEALTH DEPARTMENT

Last Four Digits FEIN: 6536

DUNS: 962732223

Year - End FY2015 - Schedule of Program Costs

Account Title	Agency Total	All Other Not Allocated	SUPPLEMENTAL NUTRITION PROGRAM FOR WOMEN INFANTS AND CHILDREN ----- WIC	FAMILY CASE MANAGEMENT ----- CM
46. Cost of Production and Workshop Client Wages included Above	0.00	0.00	0.00	0.00
47.1. Other (Specify)	0.00	0.00	0.00	0.00
47.2.	0.00	0.00	0.00	0.00
47.3.	0.00	0.00	0.00	0.00
47.4.	0.00	0.00	0.00	0.00
48. Total Non-Reimbursable Expenses	0.00	0.00	0.00	0.00
49. Net Expenses (Line 44 minus Line 48)	582,214.00	464,524.40	66,294.51	51,395.09

CARROLL COUNTY HEALTH DEPARTMENT

Last Four Digits FEIN: 6536

DUNS: 962732223

Year - End FY2015 - Program Personnel

Program Staff Positions	Agency Total				SUPPLEMENTAL NUTRITION PROGRAM FOR WOMEN INFANTS AND CHILDREN WIC		
	Total Hours	Total Agency Amnt	Total Head Count	Amount Not Allocated	% Allocated	Total Program Amnt	Total Head Count
1. Audiologist	0.00	0.00	0.00	0.00	0.00	0.00	0.00
2. Behavior Therapist	0.00	0.00	0.00	0.00	0.00	0.00	0.00
3. Dietary Technician	0.00	0.00	0.00	0.00	0.00	0.00	0.00
4. Dietitian	0.00	0.00	0.00	0.00	0.00	0.00	0.00
5. Habilitation Aide / Child Care Aide	0.00	0.00	0.00	0.00	0.00	0.00	0.00
6. Habilitation Professional or Supervisory Staff	0.00	0.00	0.00	0.00	0.00	0.00	0.00
7. LPN	0.00	0.00	0.00	0.00	0.00	0.00	0.00
8. Occupational Therapist	0.00	0.00	0.00	0.00	0.00	0.00	0.00
9. Physical Therapist	0.00	0.00	0.00	0.00	0.00	0.00	0.00
10. Physician	0.00	0.00	0.00	0.00	0.00	0.00	0.00
11. Principal	0.00	0.00	0.00	0.00	0.00	0.00	0.00
12. Program Director	0.00	0.00	0.00	0.00	0.00	0.00	0.00
13. Program Clerical Staff	0.00	51,240.00	2.00	22,613.64	32.24	16,519.71	2.00
14. Psychiatrist	0.00	0.00	0.00	0.00	0.00	0.00	0.00
15. Psychologist	0.00	0.00	0.00	0.00	0.00	0.00	0.00
16. Recreation Staff	0.00	0.00	0.00	0.00	0.00	0.00	0.00
17. Registered Nurse	0.00	89,699.00	3.00	48,466.27	23.39	20,980.70	3.00
18. Social Worker	0.00	0.00	0.00	0.00	0.00	0.00	0.00
19. Speech Therapist	0.00	0.00	0.00	0.00	0.00	0.00	0.00
20. Substance Abuse Counselor / Professional	0.00	0.00	0.00	0.00	0.00	0.00	0.00
21. Substance Abuse Paraprofessional	0.00	0.00	0.00	0.00	0.00	0.00	0.00
22. Teacher	0.00	0.00	0.00	0.00	0.00	0.00	0.00
23. Teacher Aide	0.00	0.00	0.00	0.00	0.00	0.00	0.00
24. Vocational Staff (incl. Job Coach, workshop staff, etc.)	0.00	0.00	0.00	0.00	0.00	0.00	0.00
25. Other Academic Instruction	0.00	0.00	0.00	0.00	0.00	0.00	0.00
26. Other Medical Care	0.00	0.00	0.00	0.00	0.00	0.00	0.00
27. Other Habilitation / Rehabilitation	0.00	0.00	0.00	0.00	0.00	0.00	0.00
28. Other Substance Abuse	0.00	0.00	0.00	0.00	0.00	0.00	0.00
29. Case Manager	0.00	0.00	0.00	0.00	0.00	0.00	0.00
30. Case Manager Assistant	0.00	0.00	0.00	0.00	0.00	0.00	0.00
31. Health Educator	0.00	0.00	0.00	0.00	0.00	0.00	0.00
32.1. All Oth Not Req Spec	0.00	40,262.00	1.00	40,262.00	0.00	0.00	0.00
32.2.	0.00	0.00	0.00	0.00	0.00	0.00	0.00
32.3.	0.00	0.00	0.00	0.00	0.00	0.00	0.00
32.4.	0.00	0.00	0.00	0.00	0.00	0.00	0.00
33. Total All Positions (1)	0.00	181,201.00	6.00	111,341.91		37,500.41	5.00

CARROLL COUNTY HEALTH DEPARTMENT

Last Four Digits FEIN: 6536

DUNS: 962732223

Year - End FY2015 - Program Personnel

Program Staff Positions	FAMILY CASE MANAGEMENT CM		
	% Allocated	Total Program Amnt	Total Head Count
1. Audiologist	0.00	0.00	0.00
2. Behavior Therapist	0.00	0.00	0.00
3. Dietary Technician	0.00	0.00	0.00
4. Dietitian	0.00	0.00	0.00
5. Habilitation Aide / Child Care Aide	0.00	0.00	0.00
6. Habilitation Professional or Supervisory Staff	0.00	0.00	0.00
7. LPN	0.00	0.00	0.00
8. Occupational Therapist	0.00	0.00	0.00
9. Physical Therapist	0.00	0.00	0.00
10. Physician	0.00	0.00	0.00
11. Principal	0.00	0.00	0.00
12. Program Director	0.00	0.00	0.00
13. Program Clerical Staff	23.63	12,106.65	2.00
14. Psychiatrist	0.00	0.00	0.00
15. Psychologist	0.00	0.00	0.00
16. Recreation Staff	0.00	0.00	0.00
17. Registered Nurse	22.58	20,252.03	3.00
18. Social Worker	0.00	0.00	0.00
19. Speech Therapist	0.00	0.00	0.00
20. Substance Abuse Counselor / Professional	0.00	0.00	0.00
21. Substance Abuse Paraprofessional	0.00	0.00	0.00
22. Teacher	0.00	0.00	0.00
23. Teacher Aide	0.00	0.00	0.00
24. Vocational Staff (incl. Job Coach, workshop staff, etc.)	0.00	0.00	0.00
25. Other Academic Instruction	0.00	0.00	0.00
26. Other Medical Care	0.00	0.00	0.00
27. Other Habilitation / Rehabilitation	0.00	0.00	0.00
28. Other Substance Abuse	0.00	0.00	0.00
29. Case Manager	0.00	0.00	0.00
30. Case Manager Assistant	0.00	0.00	0.00
31. Health Educator	0.00	0.00	0.00
32.1. All Oth Not Req Spec	0.00	0.00	0.00
32.2.	0.00	0.00	0.00
32.3.	0.00	0.00	0.00
32.4.	0.00	0.00	0.00
33. Total All Positions (1)		32,358.68	5.00

CARROLL COUNTY HEALTH DEPARTMENT

Last Four Digits FEIN: 6536

DUNS: 962732223

Year - End FY2015 - Program Personnel

Program Staff Positions	Agency Total				SUPPLEMENTAL NUTRITION PROGRAM FOR WOMEN INFANTS AND CHILDREN WIC		
	Total Hours	Total Agency Amnt	Total Head Count	Amount Not Allocated	% Allocated	Total Program Amnt	Total Head Count
Standard Weekly Hours: 35.0							
34. Mental Health Professional (MHP)	0.00	0.00	0.00	0.00	0.00	0.00	0.00
35. Qualified Mental Health Professional (QMHP)	0.00	0.00	0.00	0.00	0.00	0.00	0.00
36. Qualified Mental Retardation Professional (QMRP)	0.00	0.00	0.00	0.00	0.00	0.00	0.00
37. Rehabilitative Services Associate (RSA)	0.00	0.00	0.00	0.00	0.00	0.00	0.00
38. Total All Positions	0.00	0.00	0.00	0.00		0.00	0.00

(1) Totals must equal line 1 + line 2 of the Schedule of Program Costs.

Medicaid Reporting: All Medicaid programs are required to report all substitute care contract positions/salaries into the following categories: MHP, QMHP, QMRP and RSA (Lines 34-37). The expenses reported in Lines 34-37 are from the salaries that were included in the totals of Line 33.

CARROLL COUNTY HEALTH DEPARTMENT

Last Four Digits FEIN: 6536

DUNS: 962732223

Year - End FY2015 - Program Personnel

Program Staff Positions	FAMILY CASE MANAGEMENT CM		
	% Allocated	Total Program Amnt	Total Head Count
Standard Weekly Hours: 35.0			
34. Mental Health Professional (MHP)	0.00	0.00	0.00
35. Qualified Mental Health Professional (QMHP)	0.00	0.00	0.00
36. Qualified Mental Retardation Professional (QMRP)	0.00	0.00	0.00
37. Rehabilitative Services Associate (RSA)	0.00	0.00	0.00
38. Total All Positions		0.00	0.00

(1) Totals must equal line 1 + line 2 of the Schedule of Program Costs.

Medicaid Reporting: All Medicaid programs are required to report all substitute care contract positions/salaries into the following categories: MHP, QMHP, QMRP and RSA (Lines 34-37). The expenses reported in Lines 34-37 are from the salaries that were included in the totals of Line 33.



**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***

To the County Board
Carroll County, Illinois
Mount Carroll, Illinois

We have audited, in accordance with auditing standards generally accepted in the United States and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Carroll County, Illinois (the "County") as of and for the year ended November 30, 2015 and the related notes to the financial statements, which collectively comprise the County's basic financial statements, and have issued our report thereon dated February 11, 2016. Our report on the financial statements includes an emphasis-of-matter paragraph describing how the County adopted GASB Statement No. 68, *Accounting and Financial Reporting for Pensions-an amendment of GASB Statement No. 27* and GASB Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date-an amendment of GASB 68*, during the year ended November 30, 2015.

Internal Control over Financial Reporting

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

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect and correct, misstatements on a timely basis. A material weakness is a deficiency, or combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statement will not be prevented, or detected and corrected on a timely basis. A significant deficiency is deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies, and therefore material weaknesses or deficiencies may exist that were not identified. Given these limitations, during our audit, we did not identify any deficiencies in internal control that we consider to be material weaknesses. We did identify certain deficiencies in internal control that we consider to be significant deficiencies, which are described in the accompanying schedule of findings and responses as items 2015-001, 2015-002, and 2015-005.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether County's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed instances of noncompliance or other matters reported that are required to be reported under *Government Auditing Standards* and which are described in the accompanying schedule of findings and responses as items 2015-003 and 2015-004.

Responses to Findings

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

Purpose of this Report

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

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

Sterling, Illinois
February 11, 2016

Carroll County, Illinois

Schedule of Findings and Responses

Finding (2015-001):

Criteria - Internal controls should be in place that provide reasonable assurance that not one individual handles a transaction from its inception to its completion.

Condition – There is inadequate control over the functions of processing and recording the financial transactions of the County due to the inadequate segregation of duties stemming from limited personnel.

Cause – The County has a limited number of staff to allow for adequate segregation of duties.

Effects or Potential Effects – Many of the accounting functions are performed by the same individuals.

Recommendation – It does not appear to be economically feasible to hire additional personnel to help segregate the accounting functions. However, the Board's close supervision and review of accounting information appears to be the most economical and appropriate manner to help prevent and detect errors and irregularities in the County's accounting and financial reporting.

View of responsible officials and planned corrective actions – The County's management and County Board's close supervision and review of accounting information is the most economical and appropriate manner to help prevent and detect errors and irregularities in the county's accounting and financial reporting. There is no anticipated completion date for this item.

Finding (2015-002):

Criteria – The Administrative Office of the Illinois Courts requires Circuit Clerks to prepare a year-end trial balance as underlying support for the required financial statements.

Condition – The Circuit Clerk relies on the external auditors to prepare the year-end trial balance.

Cause – The Circuit Clerk does not have an internal control policy in place over the year-end trial balance that would enable management to prepare its year-end trial balance in accordance with the Circuit Clerk Audit Guidelines issued by the Administrative Office of the Illinois Courts

Effects or Potential Effects – The completeness of the year-end trial balance and the accuracy of the overall year-end trial balance is negatively impacted as external auditors do not have the same comprehensive understanding of the Circuit Clerk as its internal financial staff.

Recommendation - The Circuit Clerk should be able to identify where its cash should be disbursed in the following month and, therefore, prepare a trial balance for the Circuit Clerk Agency Fund. There is a sample trial balance included with the Circuit Clerk Audit Guidelines issued by the Administrative Office of the Illinois Courts. However, the Circuit Clerk's close review of year-end trial balance prepared by the external auditors appears to be the most economical and appropriate manner to help ensure complete and proper year-end reporting.

View of responsible officials and planned corrective actions - The Circuit Clerk will continue to review the year-end trial balance prepared by the external auditors. The Circuit Clerk believes this process to be the most economical and appropriate to help ensure complete and proper year-end reporting.

Carroll County, Illinois

Schedule of Findings and Responses

Finding (2015-003):

Criteria – The Administrative Office of the Illinois Courts requires Circuit Clerks to properly and timely assess and distribute fees.

Condition – During Circuit Clerk case testing, there were two cases that were not properly assessed according to State statutes. One of the cases was corrected by the Circuit Clerk's Office and one was unable to be corrected since the fees had already been paid. The amounts of fees not properly assessed were insignificant to the financial statements.

Cause – There is no review of fee assessments for nonstandard cases.

Effects or Potential Effects – As a result of this condition, there is a higher risk that improper fee assessments could occur and not be detected and corrected within a timely period.

Recommendation – Due to the complexity and ever changing statutes, we understand the difficulty of assessing fees and suggest that a second review be performed on all nonstandard fee assessments.

View of responsible officials and planned corrective actions – We will review fees that are assessed to ensure that all fees are being assessed to cases correctly.

Finding (2015-004):

Criteria – According to 705 ILCS 105/27.1a, the \$36 fee may be collected annually if authorized by an ordinance from the County Board. The County Board passed the ordinance on August 21, 2003.

Condition – During the Circuit Clerk compliance audit, we discovered the Circuit Clerk did not send out the annual maintenance and child support letter to collect the \$36 fee. In addition, we were informed that the Circuit Clerk was no longer collecting the fee.

Cause – The Circuit Clerk did not send out the annual maintenance and child support letter to collect the \$36 fee. In addition, we were informed that the Circuit Clerk was notifying people that the County was no longer collecting the fee.

Effects or Potential Effects – The County could experience a reduction of this fee revenue during the next fiscal year.

Recommendation – The Circuit Clerk should continue collecting the maintenance and child support administration fee until the County Board authorized to discontinue.

View of responsible officials and planned corrective actions – Circuit Clerk requested the County Board to discontinue the collection of the maintenance and child support administrative fee due to a surplus fund balance and are awaiting a decision.

Carroll County, Illinois

Schedule of Findings and Responses

Finding (2015-005):

Criteria – *Governmental Auditing Standards* require that management prepare the financial statements with footnote disclosures.

Condition – The County relies on the external auditors to prepare the financial statements with footnote disclosures.

Cause - The County does not have an internal control policy in place over annual financial reporting that would enable management to prepare its annual financial statements and ensure related footnote disclosures are complete and presented in accordance with the modified accrual basis of accounting.

Effects or Potential Effects – The completeness of the financial statement disclosures and the accuracy of the overall financial presentation is negatively impacted as external auditors do not have the same comprehensive understanding of the County as its internal financial staff.

Recommendation - It does not appear to be economically feasible to hire additional personnel to help prepare the financial statements and required footnote disclosures in accordance with accounting principles generally accepted in the United States of America. However, the County's close review of financial statements and required footnotes prepared by the external auditors appears to be the most economical and appropriate manner to help ensure complete and proper financial reporting.

View of responsible officials and planned corrective actions - The County will continue to review the financial statements and required footnotes prepared by the external auditors. The County believes this process to be the most economical and appropriate to help ensure complete and proper financial reporting.