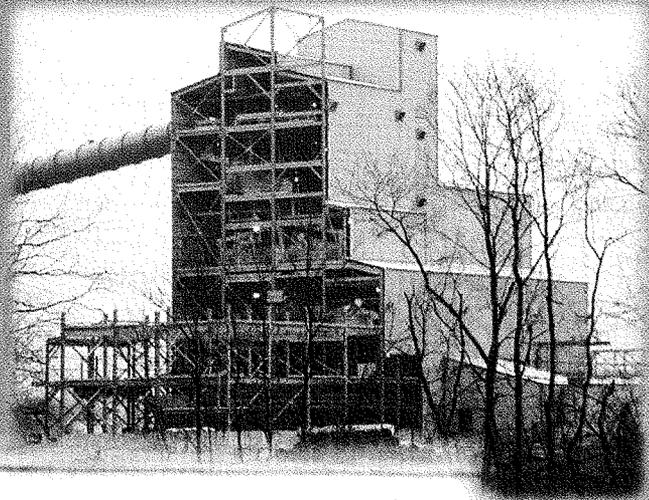


Montgomery County, Illinois Annual Financial Report

Fiscal Year 2010



DEER RUN MINE



1
2
3
4
5
6
7
8
9
10
11
12
13
14
15
16
17
18
19
20
21
22
23
24
25
26
27
28
29
30
31
32
33
34
35
36
37
38
39
40
41
42
43
44
45
46
47
48
49
50
51
52
53
54
55
56
57
58
59
60
61
62
63
64
65
66
67
68
69
70
71
72
73
74
75
76
77
78
79
80
81
82
83
84
85
86
87
88
89
90
91
92
93
94
95
96
97
98
99
100

MONTGOMERY COUNTY, ILLINOIS

Annual Financial Report

November 30, 2010

PATTON & COMPANY, P.C.

Certified Public Accountants

MONTGOMERY COUNTY, ILLINOIS

TABLE OF CONTENTS

November 30, 2010

Elected Officials and Board Members

Independent Auditors' Report 1-2

Management's Discussion and Analysis 3-8

BASIC FINANCIAL STATEMENTS

Statement of Net Assets 9

Statement of Activities 10

Balance Sheet - Governmental Funds 11

Reconciliation of Fund Balances of Governmental Funds to the
Governmental Activities in the Statement of Net Assets 12

Statement of Revenues, Expenditures and Changes
in Fund Balances - Governmental Funds 13

Reconciliation of the Governmental Funds Statement of Revenues,
Expenditures and Changes in Fund Balances to the Governmental
Activities on the Statement of Activities 14

Statement of Fiduciary Net Assets - Agency Funds 15

NOTES TO THE FINANCIAL STATEMENTS

Notes to Financial Statements 16-32

REQUIRED SUPPLEMENTARY INFORMATION

Statement of Revenues, Expenditures and Changes in Fund Balance -
Budget and Actual - General Fund 33-43

Statements of Revenues, Expenditures and Changes in Fund
Balances - Budget and Actual:

Public Health Fund 44

Illinois Municipal Retirement Fund (IMRF) 45

Employees Insurance Fund 46

County Motor Fuel Tax Fund 47

Federal Aid Matching Fund 48

Illinois Municipal Retirement Required Supplementary
Information - Schedule of Funding Progress 49

MONTGOMERY COUNTY, ILLINOIS

TABLE OF CONTENTS

November 30, 2010

**OTHER SUPPLEMENTARY INFORMATION
NONMAJOR GOVERNMENTAL FUNDS**

Combining Balance Sheet for Nonmajor Governmental Funds	50
Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Governmental Funds	51

SPECIAL REVENUE FUNDS

Statements of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual:	
Tuberculosis Fund	52
Social Security Fund	53
Senior Citizens Fund	54
Property and Liability Insurance Fund	55
Emergency Telephone System Fund	56
Drug Asset Forfeiture Fund	57
Veteran's Assistance Fund	58
County Highway Fund	59
County Farm Special Bridge Matching Fund	60
Equipment Fund	61
Township Bridge Program Fund	62
County Aid to Bridges Fund	63
Probation Fee Fund	64
Record Keeping Improvement Fund	65
Coroner's Fund	66
Document Storage Fund	67
Victim Impact Fund	68
Clerk Automation Fund	69
County Court Fund	70
Automation Fund	71
County Drug Fund	72
Law Library Fund	73
Drug Test Fund	74
Revolving Loan Fund	75

MONTGOMERY COUNTY, ILLINOIS

TABLE OF CONTENTS

November 30, 2010

AGENCY FUNDS

Combining Statement of Changes in Assets and Liabilities	76
Statements of Changes in Assets and Liabilities:	
Circuit Clerk's Funds	77
County Clerk's Funds	78
Emergency Management Agency Funds	79
Sheriff's Funds	80
State's Attorney Fund	81
Probation Fund	82
Township Motor Fuel Tax Fund	83
County Treasurer's Other Funds	84-86

OTHER SUPPLEMENTARY INFORMATION

Assessed Valuations, Rates and Extensions	87
---	----

SINGLE AUDIT SECTION

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>	88-89
Report on Compliance with Requirements Applicable to Each Major Program and on Internal Control Over Compliance in Accordance with OMB Circular A-133	90-91
Schedule of Expenditures of Federal Awards	92-94
Schedule of Findings and Questioned Costs	95-96
Notes to Schedule of Expenditures of Federal Awards	97

MONTGOMERY COUNTY, ILLINOIS

Elected Officials and Board Members

November 30, 2010

ELECTED OFFICIALS:

Coroner, Rick Broaddus

Treasurer, Ron Jenkins

County Clerk, Sandy Leitheiser

Circuit Clerk, Holly Lemons

State's Attorney, Christopher Matoush

Sheriff, Jim Vazzi

COUNTY BOARD MEMBERS:

Nelson Aumann

Edward Helgen

Mary Bathurst

Gene Miles

George Blankenship

Jim Moore

Terry Bone

Frank Komor

Bonnie Branum

Roy Hertel

Ronald Deabenderfer

Dale Ogden

Jarod Hitchings

Sharon Kuchar

John Downs, Vice-Chairman

Kent Voils

Robert Durbin

Mike Plunkett, Chairman

Connie Beck

Bill Sielschott

Richard Wendel



PATTON & COMPANY P.C.

CERTIFIED PUBLIC ACCOUNTANTS

240 Springfield Road, PO Box 458, Hillsboro, IL 62049

217 / 532-3825 Fax 217 / 532-9393 patton1@consolidated.net

R.M. Patton

Amy M. Hunt

Kyle L. Putnam

INDEPENDENT AUDITORS' REPORT

Montgomery County Board
Montgomery County, Illinois
Hillsboro, Illinois:

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Montgomery County, Illinois, as of and for the year ended November 30, 2010, which collectively comprise the County's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the County's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our 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 Montgomery County, Illinois, as of April 8, 2011 and the respective changes in financial position, thereof, for the fiscal year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated April 8, 2011, 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, grants, 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 internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and is important for assessing the results of our audit.

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

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Montgomery County, Illinois', financial statements as a whole. The combining and individual nonmajor fund financial statements and schedules listed in the table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for the purposes of additional analysis as required by the U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments and Non-Profit Organizations*, and is also not a required part of the basic financial statements of Montgomery County, Illinois. The combining and individual nonmajor fund financial statements and the schedule of expenditures of federal awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. The 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 of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole. The combining and individual nonmajor fund financial statements and schedules listed in the table of contents have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.


April 8, 2011

MANAGEMENT'S DISCUSSION AND ANALYSIS

MONTGOMERY COUNTY, ILLINOIS

Management's Discussion and Analysis November 30, 2010

The Montgomery County, Illinois (County) Management's Discussion and Analysis (MD&A) is designed to (1) assist the reader in focusing on significant issues, (2) provide an overview of the County's financial activity, (3) identify changes in the County's financial position (its ability to address subsequent challenges), (4) identify any material deviations from the financial plan (the approved budget), and (5) identify fund issues or concerns. Readers are encouraged to consider the information presented here in conjunction with the basic financial statements and accompanying notes to these financial statements.

Financial Highlights

- The assets of Montgomery County exceeded its liabilities at the close of the most recent fiscal year by \$27,743,774 (net assets). Of this amount, \$10,709,043 (unrestricted net assets) may be used to meet the government's ongoing obligations to citizens and creditors.
- Government-wide, Montgomery County had \$14,830,056 in expenses. These were offset with \$2,896,636 of charges for services (user fees) and \$2,672,510 of intergovernmental revenues. This left a balance of \$9,260,910 in expenses to be covered by general revenue sources. General revenues including property taxes, sales taxes, income taxes, and other income sources were \$7,223,716 government-wide.
- At the end of the current fiscal year, unreserved fund balance for the General Fund was \$4,812,071 or 68% of total General Fund expenditures.

Overview of the Financial Statements

The MD&A is intended to serve as an introduction to Montgomery County's basic financial statements. The County's basic financial statements comprise three parts:

1. Government-wide financial statements,
2. Fund financial statements,
3. Notes to the financial statements.

The MD&A also contains other required supplementary information in addition to the basic financial statements.

Government-wide Financial Statements

The government-wide financial statements are designed to provide readers with a broad overview of Montgomery County's finances, in a manner similar to a private sector business. They present the financial picture of the County from an economic resource measurement focus using the accrual basis of accounting. These statements include all assets of the County as well as all liabilities (including long term debt). Additionally, certain eliminations have occurred as prescribed by GASB Statement No. 34 in regards to interfund activity, payables, and receivables.

MONTGOMERY COUNTY, ILLINOIS

Management's Discussion and Analysis November 30, 2010

The Statement of Net Assets presents information on all of Montgomery County's assets and liabilities, with the difference between the two reported as net assets. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the County in total is improving or deteriorating.

The Statement of Activities presents information showing how the government's net assets changed during the most recent fiscal year. (Changes in net assets are reported as the underlying event giving rise to the change that occurs.) Revenues and expenses are reported in this statement for some items that will result in cash flows in future periods (e.g. earned but unused vacation leave).

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. Montgomery County, like other units of state and local governments, uses fund accounting to ensure and demonstrate compliance with finance related legal requirements. All funds of the County can be divided into two categories: governmental funds and fiduciary funds.

Governmental Funds: Governmental Funds, including the General Fund, are used to account for essentially the same functions as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental funds 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 the County's near-term financing requirements.

Montgomery County maintains governmental funds, including the General Fund and Special Revenue Funds. Of these funds, the General Fund, Public Health Fund, IMRF Fund, Employees Insurance Fund, Federal Aid Matching Fund and County Motor Fuel Tax Fund are major funds as defined by GASB Statement No. 34. Each fund is presented with statements of revenues, expenditures, and changes in fund balances as well as balance sheets. Non-major funds are presented individually in the supplemental information.

Montgomery County adopts annual appropriated budgets for the General Fund and certain Special Revenue Funds. Budgeting comparison statements have been provided for the major fund types.

Fiduciary Funds: Fiduciary funds are used to account for resources held for the benefit of parties outside the government. The County's fiduciary activities are reported in a separate Statement of Fiduciary Assets and Liabilities. These activities are excluded from the County's other financial statements since the County cannot use these assets to finance its operations.

Notes to the Financial Statements: The notes provide additional information that is essential to a full understanding of the data provided in the County's financial statements.

MONTGOMERY COUNTY, ILLINOIS

Management's Discussion and Analysis November 30, 2010

Government-wide Financial Analysis

Statement of Net Assets: Net assets may serve over time as a useful indicator of a government's financial position. In the case of Montgomery County, assets exceeded liabilities by \$27,743,774 as of November 30, 2010.

The County's net assets for the fiscal years ended November 30, are summarized below:

	Governmental Activities	
	<u>2010</u>	<u>2009</u>
Assets:		
Current assets	\$ 14,283,658	\$ 15,675,725
Capital assets	<u>14,738,999</u>	<u>15,261,412</u>
Total assets	<u>29,022,657</u>	<u>30,937,137</u>
Liabilities:		
Current liabilities	1,013,883	960,169
Other liabilities	<u>265,000</u>	<u>196,000</u>
Total liabilities	<u>1,278,883</u>	<u>1,156,169</u>
Net assets:		
Invested in capital assets, net of related debt	14,738,999	15,261,412
Restricted	638,663	-
Unrestricted	<u>12,366,112</u>	<u>14,519,556</u>
Total net assets	<u>\$ 27,743,774</u>	<u>\$ 29,780,968</u>

Current Year Impacts

The County's combined net assets (which is the County's bottom line) decreased \$2,037,194 to \$27,743,774 from \$29,780,968 as a result of the Governmental Activities. The County's unrestricted net assets for Governmental Activities, the part of net assets that can be used to finance day to day operations, is \$10,709,043.

MONTGOMERY COUNTY, ILLINOIS

**Management's Discussion and Analysis
November 30, 2010**

Governmental activities decreased the net assets by \$2,037,194. Key elements of the decrease are as follows:

	Governmental Activities	
	<u>2010</u>	<u>2009</u>
Revenues:		
Program revenues:		
Charges for service	\$ 2,896,636	\$ 2,753,480
Operating grants and contributions	2,672,510	3,398,228
General revenues:		
Property taxes	3,549,557	3,358,113
Sales taxes	985,553	949,296
Income and replacement taxes	882,446	1,016,475
Inheritance and real estate transfer tax	206,525	228,795
Motor fuel tax	710,281	621,931
Investment income	266,403	437,639
Other revenue	622,951	679,673
Insurance loss recoveries	-	11,075
Total revenues	<u>12,792,862</u>	<u>13,454,705</u>
Expenses:		
General government	4,700,329	4,525,168
Judiciary and court related	1,614,363	2,049,156
Public safety	2,943,178	2,835,485
Public health and welfare	3,098,915	3,067,985
Transportation	<u>2,473,271</u>	<u>2,613,643</u>
Total expenses	<u>14,830,056</u>	<u>15,091,437</u>
Changes in net assets	(2,037,194)	(1,636,732)
Beginning net assets	<u>29,780,968</u>	<u>31,417,700</u>
Ending net, assets	<u>\$ 27,743,774</u>	<u>\$ 29,780,968</u>

Financial Analysis of Montgomery County's Governmental Funds

As noted earlier, Montgomery County government 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, unreserved fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

MONTGOMERY COUNTY, ILLINOIS

Management's Discussion and Analysis November 30, 2010

Expenses and Program Revenues - Government Activities

Montgomery County government provides a number of services to the citizens of Montgomery County. These include law enforcement and administration of the criminal justice system, administration of consolidated elections, property tax records and tax collection for all taxing bodies, maintenance of county roads, bridges and highways, and the provision of health services.

Revenues by Source - Government Activities

Revenues to support these programs are provided by fees for services, operating grants, intergovernmental transfers, and from general revenue.

Charges for services include a wide variety of fees for court costs and for the recording of deeds and vital records.

Operating grants include both State and Federal grants; Federal grants are passed through State agencies. These may be in the form of subsidies for county personnel (such as Probation, Supervisor of Assessments, or State's Attorney) or in the form of grants which require certain services be provided within the term of the grant. These revenue sources are earmarked for provision of specific services and may not be used for other purposes.

The primary source of general revenue is property, sales, income taxes, inheritance and real estate transfer taxes and motor fuel taxes of \$6,334,362. Property taxes are collected for and recorded in separate funds, such as General Fund, Retirement Fund, Highway Fund, and so forth. The Equalized Assessed Valuation, on which all property taxes are calculated, has been growing in recent years.

Capital Assets

The County's investment in capital assets (net of related depreciation and related debt) for its Governmental type activities as of November 30, 2010, amounts to \$14,738,999. Investments in capital assets include land, building and structures, equipment, technology and equipment, and infrastructure. Net capital assets decreased by \$522,413 in fiscal year 2010.

Detailed information regarding the change in capital assets is shown in the footnotes of the financial report.

General Fund Budgeting Highlights

	<u>Budget</u>	<u>Actual</u>	<u>Change</u>
Revenues	\$ 6,415,966	\$ 6,587,275	\$ 171,309
Expenditures	<u>9,243,496</u>	<u>7,099,000</u>	<u>2,144,496</u>
Excess of revenues over expenditures	(2,827,530)	(511,725)	2,315,805
Other financing sources	<u>40,000</u>	<u>75,000</u>	<u>35,000</u>
Net change in fund balance	\$ <u>(2,787,530)</u>	\$ <u>(436,725)</u>	\$ <u>2,350,805</u>

General Fund revenues were \$171,309 higher than the final budget.

MONTGOMERY COUNTY, ILLINOIS

Management's Discussion and Analysis November 30, 2010

	<u>Budget</u>	<u>Actual</u>	<u>Change</u>
Taxes	\$ 2,864,425	\$ 2,744,588	\$ (119,837)
Investment income	219,000	205,627	(13,373)
Fines and fees	1,680,400	1,793,506	113,106
Licenses	71,300	63,461	(7,839)
Other	1,098,965	1,209,860	110,895
Reimbursed expenditures	<u>481,876</u>	<u>570,233</u>	<u>88,357</u>
Total revenues	\$ <u>6,415,966</u>	\$ <u>6,587,275</u>	\$ <u>171,309</u>

General Fund actual expenditures were \$2,144,496 less than the final budget.

Economic Factors and Next Year's Budgets and Rates

Next Year's Budgets and Rates

The following factors were considered in preparing the County's budget for the fiscal year 2011 (December 1, 2010 through November 30, 2011):

- The year 2010 unemployment rate for Montgomery County was 12.9%, higher than the state-wide average of 9.3%.
- Sales taxes and income taxes are trending downward.
- Fees collected for services were trending higher.
- Federal and state budget deficits placed intergovernmental receipts more at risk than previously.
- Cost-of-Living in the year 2010 increased 1.60% above the previous year.
- Benefits costs increased, especially costs of health coverage for County employees.

Economic Factors

In December 2004, the County entered into a sales contract for its approximately 120,000 acres of coal rights. The County has received \$5,000,000 of principal in prior years. The principal balance of \$1.2 million is to be paid over the next two years on the anniversary of the closing date at 6% interest.

Requests for Information

This report is designed to provide a general overview for those interested in Montgomery County's financial structure. Requests concerning information provided in this report, or for additional financial information, should be addressed to the Montgomery County Treasurer, Ron Jenkins, 1 Courthouse Square, Room 101, Hillsboro, IL 62049, 217-532-9521.

BASIC FINANCIAL STATEMENTS

MONTGOMERY COUNTY, ILLINOIS

Statement of Net Assets
November 30, 2010

	Governmental Activities
Assets	
Cash	\$ 7,796,826
Investments - certificates of deposit	3,220,000
Receivables:	
State of Illinois	1,211,481
Accounts	461,401
Other	296,228
Notes	1,297,722
Capital assets:	
Land and improvements	197,908
Other capital assets, net of depreciation	<u>14,541,091</u>
Total assets	<u>29,022,657</u>
Liabilities	
Accounts payable and accrued expenses	989,861
Deferred revenue	4,022
Accrued compensated absences	20,000
Noncurrent liabilities:	
Compensated absences	<u>265,000</u>
Total liabilities	<u>1,278,883</u>
Net assets	
Invested in capital assets, net of related debt	14,738,999
Restricted:	
Highway	2,295,732
Unrestricted	<u>10,709,043</u>
Total net assets	<u>\$ 27,743,774</u>

See notes to financial statements.

MONTGOMERY COUNTY, ILLINOIS

Statement of Activities
 Governmental Activities
 Year ended November 30, 2010

			<u>Program Revenues</u>		<u>Net (Expense) Revenue and Changes In Net Assets</u>
	<u>Expenses</u>	<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>	<u>Governmental Activities</u>
Governmental activities:					
General government	\$ 4,700,329	\$ 951,342	\$ 183,920	\$ 25,000	\$ (3,540,067)
Judiciary and court related	1,614,363	996,052	389,742	-	(228,569)
Public safety	2,943,178	676,398	-	-	(2,266,780)
Health and welfare	3,098,915	232,811	2,073,848	-	(792,256)
Transportation	<u>2,473,271</u>	<u>40,033</u>	<u>-</u>	<u>-</u>	<u>(2,433,238)</u>
Total governmental activities	<u>\$ 14,830,056</u>	<u>\$ 2,896,636</u>	<u>\$ 2,647,510</u>	<u>\$ 25,000</u>	<u>(9,260,910)</u>
General revenues:					
Taxes:					
Property					3,549,557
Sales					985,553
Income and replacement					882,446
Inheritance and real estate transfer					206,525
Motor fuel					710,281
Investment income					266,403
Other					<u>622,951</u>
Total general revenues					<u>7,223,716</u>
Change in net assets					(2,037,194)
Net assets, beginning of year					<u>29,780,968</u>
Net asset, ending					<u>\$ 27,743,774</u>

See notes to financial statements.

MONTGOMERY COUNTY, ILLINOIS

**Balance Sheet
Governmental Funds
November 30, 2010**

	<u>General Fund</u>	<u>Public Health Fund</u>	<u>IMRF Fund</u>
Assets			
Cash	\$ 2,293,045	\$ 230,552	\$ 782,304
Investments - certificates of deposit	2,020,000	400,000	-
Accounts receivable	149,768	12,149	-
Due from other governmental agencies:			
State of Illinois	441,222	729,295	-
Other governmental agencies	-	-	-
Due from other funds	307,466	5,940	11,110
Interest receivable	8,871	845	-
Notes receivable	<u>-</u>	<u>-</u>	<u>-</u>
Total assets	<u>\$ 5,220,372</u>	<u>\$ 1,378,781</u>	<u>\$ 793,414</u>
Liabilities and Fund Balances			
Liabilities:			
Due to other funds	\$ 164,891	\$ 90,673	\$ -
Accounts payable and accrued expenses	243,410	221,296	87,633
Deferred revenue	<u>-</u>	<u>4,022</u>	<u>-</u>
Total liabilities	<u>408,301</u>	<u>315,991</u>	<u>87,633</u>
Fund Balances:			
Reserved - Highway projects	-	-	-
Unreserved	4,812,071	1,062,790	705,781
Unreserved, reported in nonmajor special revenue funds	<u>-</u>	<u>-</u>	<u>-</u>
Total fund balances	<u>4,812,071</u>	<u>1,062,790</u>	<u>705,781</u>
Total liabilities and fund balances	<u>\$ 5,220,372</u>	<u>\$ 1,378,781</u>	<u>\$ 793,414</u>

See notes to financial statements.

MONTGOMERY COUNTY, ILLINOIS

**Balance Sheet
Governmental Funds
November 30, 2010**

<u>Employees Insurance Fund</u>	<u>County Motor Fuel Tax Fund</u>	<u>Federal Aid Matching</u>	<u>Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
\$ 187,915	\$ 544,944	\$ 568,154	\$ 3,189,912	\$ 7,796,826
-	200,000	300,000	300,000	3,220,000
-	798	442	298,244	461,401
-	40,964	-	-	1,211,481
-	-	-	-	-
268,558	-	2,970	14,038	610,082
-	-	-	673	10,389
-	-	-	<u>97,722</u>	<u>97,722</u>
<u>\$ 456,473</u>	<u>\$ 786,706</u>	<u>\$ 871,566</u>	<u>\$ 3,900,589</u>	<u>\$ 13,407,901</u>
\$ -	\$ -	\$ -	\$ 68,679	\$ 324,243
91,000	148,043	101,823	96,656	989,861
-	-	-	-	4,022
<u>91,000</u>	<u>148,043</u>	<u>101,823</u>	<u>165,335</u>	<u>1,318,126</u>
-	638,663	769,743	887,326	2,295,732
365,473	-	-	-	6,946,115
-	-	-	<u>2,847,928</u>	<u>2,847,928</u>
<u>365,473</u>	<u>638,663</u>	<u>769,743</u>	<u>3,735,254</u>	<u>12,089,775</u>
<u>\$ 456,473</u>	<u>\$ 786,706</u>	<u>\$ 871,566</u>	<u>\$ 3,900,589</u>	<u>\$ 13,407,901</u>

MONTGOMERY COUNTY, ILLINOIS

Reconciliation of Fund Balances of Governmental Funds to the
Governmental Activities in the Statement of Net Assets
November 30, 2010

Fund balances of the governmental funds \$ 12,089,775

Amounts reported for governmental activities in the
statement of net assets are different because:

Capital assets used in governmental activities of \$39,832,680, net
of accumulated depreciation of \$25,093,681 are not financial
resources and, therefore, are not reported in the funds. 14,738,999

Compensated absences reported on the statement of activities do not
require the use of current financial resources and, therefore, are not
reported as expenditures in governmental funds. (285,000)

Revenues in the statement of activities that do not provide current
financial resources are not reported as revenues in the funds - Notes
receivable from sale of coal rights. 1,200,000

Net assets of governmental activities \$ 27,743,774

See notes to financial statements.

MONTGOMERY COUNTY, ILLINOIS

**Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
November 30, 2010**

	<u>General Fund</u>	<u>Public Health Fund</u>	<u>IMRF Fund</u>
Revenues:			
Taxes	\$ 2,744,588	\$ 403,646	\$ 757,960
Intergovernmental	595,233	2,073,848	1,472
Fines and fees	1,793,506	232,811	-
Interest	205,627	6,815	8,542
Miscellaneous	1,184,860	7,674	-
Licenses and fees	63,461	-	-
Charges for services	<u>-</u>	<u>-</u>	<u>-</u>
Total revenues	<u>6,587,275</u>	<u>2,724,794</u>	<u>767,974</u>
Expenditures:			
Current:			
General government	2,822,487	-	790,020
Public safety	2,291,100	-	-
Health and welfare	-	2,916,790	-
Transportation	-	-	-
Judiciary and court related	1,286,934	-	-
Capital outlay	<u>698,479</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>7,099,000</u>	<u>2,916,790</u>	<u>790,020</u>
Excess (deficiency) of revenues over expenditures	<u>(511,725)</u>	<u>(191,996)</u>	<u>(22,046)</u>
Other financing sources (uses):			
Transfers in	75,000	-	-
Transfers out	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>75,000</u>	<u>-</u>	<u>-</u>
Net change in fund balances	(436,725)	(191,996)	(22,046)
Fund balances, beginning of year	<u>5,248,796</u>	<u>1,254,786</u>	<u>727,827</u>
Fund balances, end of year	<u>\$ 4,812,071</u>	<u>\$ 1,062,790</u>	<u>\$ 705,781</u>

See notes to financial statements.

MONTGOMERY COUNTY, ILLINOIS

**Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
November 30, 2010**

<u>Employees Insurance Fund</u>	<u>County Motor Fuel Tax Fund</u>	<u>Federal Aid Matching</u>	<u>Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
\$ -	\$ 710,281	\$ 201,824	\$ 1,516,063	\$ 6,334,362
-	-	-	41,990	2,712,543
-	-	-	-	2,026,317
1,520	8,591	6,184	29,124	266,403
-	2,402	147,659	258,465	1,601,060
-	-	-	-	63,461
-	-	-	<u>766,825</u>	<u>766,825</u>
<u>1,520</u>	<u>721,274</u>	<u>355,667</u>	<u>2,612,467</u>	<u>13,770,971</u>
(155,903)	-	-	992,053	4,448,657
-	-	-	474,527	2,765,627
-	-	-	121,874	3,038,664
-	945,744	243,133	595,927	1,784,804
-	-	-	183,587	1,470,521
-	-	-	<u>-</u>	<u>698,479</u>
<u>(155,903)</u>	<u>945,744</u>	<u>243,133</u>	<u>2,367,968</u>	<u>14,206,752</u>
<u>157,423</u>	<u>(224,470)</u>	<u>112,534</u>	<u>244,499</u>	<u>(435,781)</u>
-	-	-	-	75,000
-	-	-	<u>(75,000)</u>	<u>(75,000)</u>
-	-	-	<u>(75,000)</u>	<u>-</u>
157,423	(224,470)	112,534	169,499	(435,781)
<u>208,050</u>	<u>863,133</u>	<u>657,209</u>	<u>3,565,755</u>	<u>12,525,556</u>
<u>\$ 365,473</u>	<u>\$ 638,663</u>	<u>\$ 769,743</u>	<u>\$ 3,735,254</u>	<u>\$ 12,089,775</u>

MONTGOMERY COUNTY, ILLINOIS

Reconciliation of the Governmental Funds Statement of Revenues, Expenditures and
Changes in Fund Balances to the Governmental Activities on the Statement of Activities
Year Ended November 30, 2010

Net change in fund balances - total governmental funds \$ (435,781)

Amounts reported for governmental activities in the statement
of activities are different because:

Governmental funds report capital outlay as expenditures.
However, in the statement of activities, the cost of those
assets is allocated over their estimated useful lives as
depreciation expense. In the current period, these amounts are:

Capital outlay	\$ 720,370	
Depreciation	<u>(1,242,783)</u>	
Excess of depreciation over capital outlay		(522,413)

Some expenses reported in the statement of activities do not
require the use of current financial resources and, therefore,
are not reported as expenditures in governmental funds.

Compensated absences payable change		(79,000)
-------------------------------------	--	----------

Principal repayment on the coal rights note		<u>(1,000,000)</u>
---	--	--------------------

Change in net assets of governmental activities		\$ <u>(2,037,194)</u>
---	--	-----------------------

See notes to financial statements.

MONTGOMERY COUNTY, ILLINOIS

Statement of Fiduciary Net Assets
Agency Funds
November 30, 2010

Assets	
Cash	\$ 2,181,555
Investments	143,436
Accounts receivable	<u>157,742</u>
Total assets	\$ <u>2,482,733</u>
Liabilities	
Due to others	\$ 2,196,894
Due to other funds	<u>285,839</u>
Total liabilities	\$ <u>2,482,733</u>

See notes to financial statements.

NOTES TO THE FINANCIAL STATEMENTS

MONTGOMERY COUNTY, ILLINOIS

Notes to Financial Statements November 30, 2010

Note 1 - Summary of Significant Accounting Policies

As discussed in Note 1.C., these financial statements have been prepared in conformity with accounting principles generally accepted in the United States of America, as applied to government units (hereinafter referred to as generally accepted accounting principles (GAAP)). The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the County's accounting policies are described below:

1.A. Financial Reporting Entity

A reporting entity is composed of the primary government, component units and other organizations that are included to ensure the financial statements of the County are not misleading. The primary government of the County consists of all funds, departments, boards and agencies that are not legally separate from the County. The County is financially accountable for an organization if the County appoints a voting majority of the organization's governing board and (1) the County is able to influence the programs or services performed or provided by the organization; or (2) the County is legally entitled to or can otherwise access the organization's resources; the County is legally obligated or has otherwise assumed responsibility to finance the deficits of, or provide financial support to, the organization; or the County is obligated for the debt of the organization.

The County has developed criteria to determine whether outside agencies with activities which benefit the citizens of the County should be included within its financial reporting entity. The criteria for including organizations within the County's reporting entity, as set forth in GASB No. 14, "The Financial Reporting Entity," is financial accountability. Financial accountability is defined as appointment of a voting majority of the component unit's board and either the ability to impose will by the primary government or the possibility that the component unit will provide a financial benefit to or impose a financial burden on the primary government. Based on these criteria, there are no potential component units which are required to be included in the accompanying financial statements.

Related Organizations: The County's officials are also responsible for appointing members of the boards of other organizations, but the County's accountability for these organizations does not extend beyond making the appointments. The County Board appoints board members to the following: 9-1-1, Public Building Commission, Montgomery County Housing, Public Health, Tuberculosis, all Drainage Districts in Montgomery County, all Fire Protection Districts in Montgomery County, Abandoned Cemetery, Ambulance, Board of Review, Economic Development Corporation, Airport Authority, Water Districts, and West Central Planning Workforce Investment.

1.B. Basis of Presentation

Government-Wide Financial Statements: The Statement of Net Assets and the Statement of Activities display information about the County as a whole. They include all funds of the reporting entity, except fiduciary funds. The statements distinguish between those activities of the County that are governmental in nature and those that are considered business-type activities.

MONTGOMERY COUNTY, ILLINOIS

Notes to Financial Statements November 30, 2010

Note 1 - Summary of Significant Accounting Policies, continued

Fund Financial Statements: Fund financial statements of the reporting entity are organized into funds, each of which is considered to be a separate accounting entity. Each fund is accounted for by providing a separate set of self-balancing accounts that constitutes its assets, liabilities, fund equity, revenues, and expenditures/expenses. Funds are organized into two major categories: governmental and fiduciary. The County presently has no proprietary funds. An emphasis is placed on major funds within the governmental category. A fund is considered major if it is the main operating fund of the County or meets the following criteria:

- a. Total assets, liabilities, revenues, or expenditures/expenses of that individual governmental fund are at least ten percent of the corresponding total for all funds of the category or type, and
- b. Total assets, liabilities, revenues, or expenditures/expenses of that individual governmental fund are at least five percent of the corresponding total for all governmental funds combined.
- c. A fund that does not meet the criteria of (a) or (b), but for which management has determined is of such significance to be reported as a major fund.

Governmental Funds: Governmental funds are those through which most governmental functions of the County are financed. Governmental fund reporting focuses on the sources, uses, and balances of current financial resources. The following are the County's major governmental funds:

General Fund - The General Fund accounts for all financial resources except those required to be accounted for in another fund. The General Fund balance is available to the County for any purpose provided it is expended or transferred according to the general laws of Illinois.

Public Health Fund - The County Health Fund accounts for a county-wide property tax levy and federal and state grants for operating the Montgomery County Health Department, and the costs of services provided to the public through the department.

IMRF Fund - The IMRF Fund is a fund that levies property taxes to fund retirement as prescribed by the statutes of the State of Illinois.

Employees Insurance Fund - This fund accounts for the County's portion of insurance expense paid on behalf of their employees.

County Motor Fuel Tax Fund - This fund is used to account for maintenance of County owned roads and motor fuel tax received.

Federal Aid Matching - The fund is used to account for infrastructure repairs and maintenance.

Fiduciary Funds: Fiduciary fund reporting focuses on net assets and changes in net assets. The County utilizes agency funds which are generally used to account for assets that the County holds in fiduciary capacity or on behalf of others as their agent.

MONTGOMERY COUNTY, ILLINOIS

Notes to Financial Statements November 30, 2010

Note 1 - Summary of Significant Accounting Policies, continued

1.C. Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net assets and the statement of activities) report information on all of the nonfiduciary activities of the primary government. For the most part, the effect of interfund activity has been removed from these statements.

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

Separate financial statements are provided for governmental funds and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds are reported as separate columns in the fund financial statements.

Fund Financial Statements: All governmental funds are accounted for using a flow of current financial resources measurement focus. With this measurement focus, only current assets and current liabilities are generally included on the balance sheet. The statement of revenues, expenditures, and changes in fund balances reflects the sources (i.e., revenues and other financial sources) and uses (i.e., expenditures and other financing uses) of current financial resources. This approach differs from the manner in which the governmental activities of the government-wide financial statements are prepared. Governmental fund financial statements, therefore, include a reconciliation with brief explanations to better identify the relationship between the government-wide statements and the fund financial statements for governmental funds.

1.D. Measurement Focus and Basis of Accounting

Measurement focus is a term used to describe “how” transactions are recorded within the various financial statements. Basis of accounting refers to “when” transactions are recorded regardless of the measurement focus applied.

Measurement Focus

In the government-wide Statement of Net Assets and Statement of Activities, governmental activities are presented using the economic resources measurement focus, as defined in item “b.” below.

MONTGOMERY COUNTY, ILLINOIS

Notes to Financial Statements November 30, 2010

Note 1 - Summary of Significant Accounting Policies, continued

In the fund financial statements, the “current financial resources” measurement focus or the “economic resources” measurement focus, as applied to the modified accrual basis of accounting, is used as appropriate:

- a. All governmental funds utilize a “current financial resources” measurement focus. Only current financial assets and liabilities are generally included on their balance sheets. Their operating statements present sources and uses of available spendable financial resources during a given period. These funds use fund balances as their measure of available spendable financial resources at the end of the period.
- b. The government-wide statements utilize an “economic resources” measurement focus. The accounting objectives of this measurement focus are the determination of operating income, changes in net assets (or cost recovery) and financial position. All assets and liabilities (whether current or noncurrent, financial, or nonfinancial) associated with their activities are reported.

Basis of Accounting

In the government-wide Statement of Net Assets and Statement of Activities, governmental activities are presented using the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred or economic asset used. Revenues, expenses, gains, losses, assets, and liabilities resulting from exchange and exchange-like transactions are recognized when the exchange takes place.

In the fund financial statements, governmental funds are presented on the modified accrual basis of accounting. Under this modified accrual basis of accounting, revenues are recognized when “measurable and available”. Measurable means knowing or being able to reasonably estimate the amount. Available means collectible within the current period or soon enough thereafter (defined as 60 days) to pay current liabilities. Expenditures (including capital outlay) are recorded when the related fund liability is incurred.

1.E. Assets, Liabilities and Equity

Cash and Cash Equivalents

For the purposes of financial reporting, “cash and cash equivalents” includes all demand and savings accounts, and certificates of deposit or short-term investments with an original maturity of three months or less.

Investments

Investments consist entirely of non-negotiable certificates of deposit whose original maturity term exceeds three months. All non-negotiable certificates of deposit whose original maturity term exceeds three months are carried at cost.

Receivables

In the government-wide statements, receivables consist of all revenues earned at year-end and not yet received. Major receivable balances for the governmental activities include sales tax and property tax.

MONTGOMERY COUNTY, ILLINOIS

Notes to Financial Statements

November 30, 2010

Note 1 - Summary of Significant Accounting Policies, continued

In the fund financial statements, material receivables in governmental funds include revenue accruals such as sales tax, property taxes and other similar intergovernmental revenues since they are usually both measurable and available. Non-exchange transactions collectible but not available are deferred in the fund financial statements in accordance with modified accrual, but not deferred in the government-wide financial statements in accordance with the accrual basis.

Inventories

The County has chosen to record consumable materials and supplies as expenditures at the time of purchase, and, due to its immaterial amount, no balances for inventory on-hand are reported on the balance sheet.

Government-Wide Statements

In the government-wide financial statements, capital assets are accounted for as assets in the Statement of Net Assets. All capital assets are valued at historical cost, or estimated historical cost if actual is unavailable. Estimated historical cost was used to value the majority of the assets acquired prior to November 30, 2003. Prior to December 1, 2003, governmental funds' infrastructure assets were not capitalized. Infrastructure assets acquired since December 1, 2003, are recorded at cost.

Depreciation of all exhaustible capital assets arising from cash transactions is recorded as an allocated expense in the Statement of Activities, with accumulated depreciation reflected in the Statement of Net Assets. Depreciation is provided over the assets estimated useful lives using the straight-line method of depreciation. The County generally capitalizes assets with minimum costs of: land improvements \$25,000; building and facilities \$50,000; building and improvements \$25,000; all other non-infrastructure assets \$5,000; and for infrastructure type assets (roads, bridges, culverts, curbs, sidewalks, lighting systems, gutters, drainage systems, easements, waterways, etc.) \$200,000. Contributed assets are reported at their fair market value as of the date received. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred. The range of estimated useful lives by type of assets is as follows:

<u>Description</u>	<u>Estimated Lives</u>
Building and building improvements	20-40 years
Vehicles	3-7 years
Furniture and fixtures	7-10 years
Technology and equipment	5 years
Infrastructure	10-50 years

Fund Financial Statements

In the fund financial statements, capital assets acquired for use in governmental fund operations are accounted for as capital outlay expenditures of the governmental fund upon acquisition.

Long-Term Debt

All long-term debt to be repaid from governmental resources is reported as a liability in the government-wide statements.

MONTGOMERY COUNTY, ILLINOIS

Notes to Financial Statements November 30, 2010

Note 1 - Summary of Significant Accounting Policies, continued

Long-term debt of governmental funds is not reported as a liability in the fund financial statements. The debt proceeds are reported as other financing sources and payment of principal and interest reported as expenditures.

Equity Classification

Government-Wide Statements

Equity is classified as net assets and displayed in three components:

- a. Invested in capital assets, net of related debt - Consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvements of those assets.
- b. Restricted net assets - Consists of net assets with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws and regulations of other governments; or (2) law through constitutional provisions or enabling legislation.
- c. Unrestricted net assets - All other net assets that do not meet the definition of "restricted" or "invested in capital assets, net of related debt."

It is the County's policy to first use restricted net assets prior to the use of unrestricted net assets when an expense is incurred for purposes for which both restricted and unrestricted net assets are available.

Fund Financial Statements

Governmental fund equity is classified as fund balance.

1.F. Revenues, Expenditures, and Expenses

Program Revenues

In the Statement of Activities, revenues that are derived directly from each activity or from parties outside the County's taxpayers are reported as program revenues. The County has the following program revenue in the:

General Government Function	Fees, charges for services, licenses, permits, and rentals.
Judiciary and Court Related Function	Fines and fees and state stipends.
Public Safety Function	Fine revenues; grant revenue for salaries and drug task force reimbursement.

MONTGOMERY COUNTY, ILLINOIS

Notes to Financial Statements

November 30, 2010

Note 1 - Summary of Significant Accounting Policies, continued

Health and Welfare Function	Fees. Operating grants received for health programs.
Transportation Function	Reimbursements and operating grants for improvement projects.

All other governmental revenues are reported as general. All taxes are classified as general revenue even if restricted for a specific purpose.

1.G. Internal and Interfund Balances and Activities

In the process of aggregating the financial information for the government-wide Statement of Net Assets and Statement of Activities, some amounts reported as interfund activity and balances in the fund financial statements have been eliminated or reclassified.

Fund Financial Statements

Interfund activity, if any, within and among the governmental and fiduciary fund categories is reported as follows in the fund financial statements:

1. Interfund loans - Amounts provided with a requirement for repayment are reported as interfund receivables and payables.
2. Interfund services - Sales or purchases of goods and services between funds are reported as revenues and expenditures/expenses.
3. Interfund reimbursements - Repayments from funds responsible for certain expenditures/expenses to the funds that initially paid for them are not reported as reimbursements but as adjustments to expenditures/expenses in the respective funds.
4. Interfund transfers - Flow of assets from one fund to another where repayment is not expected are reported as transfers in and out.

Government-Wide Financial Statements

Interfund activity and balances, if any, are eliminated or reclassified in the government-wide financial statements as follows:

1. Internal balances - Amounts reported in the fund financial statements as interfund receivables and payables are eliminated in the governmental and fiduciary activities columns of the Statement of Net Assets, except for the net residual amounts due between governmental and fiduciary activities, which are reported as Internal Balances.
2. Internal activities - Amounts reported as interfund transfers in the fund financial statements are eliminated in the government-wide Statement of Activities except for the net amount of transfers between governmental and fiduciary activities, which are reported as Transfers-Internal Activities. The effects of interfund services between funds, if any, are not eliminated in the Statement of Activities.

MONTGOMERY COUNTY, ILLINOIS

**Notes to Financial Statements
November 30, 2010**

Note 1 - Summary of Significant Accounting Policies, continued

1.H. Use of Estimates

The preparation of the financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures; accordingly, actual results may differ from those estimates.

1.I. Property Taxes

The County's property tax is levied on January 1 of each year on all taxable real property located in Montgomery County. Real property tax revenue received in 2010 represents collections of the 2009 taxes. Real property taxes for the 2010 levy will be collected in and are intended to finance the 2011 operations.

Montgomery County property is assessed as of January 1 of each year by the Township Assessors. The values are adjusted by various percentages according to the type of property (residential, commercial, etc.). The assessed values are equalized by the Illinois Department of Revenue to ensure uniformity of property assessments throughout the state.

Property taxes are collected by the Montgomery County Treasurer who periodically remits to each taxing unit its respective share of the collections. The collection and distribution of taxes for all subdivisions within the County, excluding the County itself, is accounted for through agency funds. The amount of the County's tax collections is accounted for within applicable funds. Taxes levied in one year become due and payable in two installments during the following year. The first installment is due no later than June 1 and the second installment is due no later than September 1. A lien on taxable property is effective thirty (30) days after the second installment due date. The budget and levy were approved on November 10, 2009. The assessed valuation for 2009 was \$399,139,538.

The following are the taxes levied per \$100 of assessed valuation:

	<u>2009 Tax Rate</u>
General Corporate	.19779
I.M.R.F.	.18269
County Highway	.09768
Bridges	.04884
Federal Aid Matching	.04884
Public Health	.09767
Social Security	.08431
Tuberculosis	.02377
Liability Insurance	.08717
Senior Citizens	.01833
Veteran's Assistance	<u>.01833</u>
	<u>.90542</u>

MONTGOMERY COUNTY, ILLINOIS

Notes to Financial Statements November 30, 2010

Note 1 - Summary of Significant Accounting Policies, continued

1.J. Compensated Absences

All full-time employees who have worked twelve consecutive months for the County accrue vacation credit for the time worked on the following basis:

One year	10 working days
Five years	15 working days
Ten years	20 working days
Twenty years	25 working days
Thirty years	30 working days

Employees are required to use all earned vacation days by the end of the fiscal year.

All full-time employees, having completed one year of continuous service, should be entitled to 12 days of sick leave each year.

The County does not set aside funds in its current budget to fund liabilities incurred during its period. Rather, the County funds compensated absences, other than in proprietary funds, on a 'pay-as-you-go' basis.

Upon retirement, employees are entitled to receive up to \$1,500 for payment of accumulated sick days. Sick leave in excess of 100 days maximum is not paid upon termination, but will be paid only upon illness while in the employment of the County.

The total compensated absences balance at November 30, 2010, was \$285,000.

1.K. Budgetary Information

All funds, except agency funds, are legally required to be budgeted and appropriated. The major document prepared is the budget and appropriations ordinance, which is prepared on the budgetary basis of accounting. The appropriations ordinance is the County Board's authorization to spend resources and sets annual limits on expenditures plus encumbrances at the level of control selected by the County Board.

The amounts reported as the original budgeted amounts on the budgetary statements reflect the amounts when the original appropriations were adopted.

The County follows these procedures in establishing the budgetary data reflected in the financial statements:

1. An appropriated budget is legally adopted through the budgetary process on an annual fiscal year basis for all funds.
2. Officeholders prepare their budget requirements.
3. Officeholders meet with the various committees and discuss and revise, if necessary, their original budget amounts.

MONTGOMERY COUNTY, ILLINOIS

Notes to Financial Statements November 30, 2010

Note 1 - Summary of Significant Accounting Policies, continued

4. The various committees present the revised budget requests to the Finance Committee for final revision.
5. The budget goes on public display, with a public meeting to obtain taxpayers comments, and review additional requests for changes.
6. The appropriated budget was legally enacted through the passage of an appropriation ordinance by the Board on November 10, 2009. The majority of a quorum is necessary for passage.
7. Supplemental appropriation ordinances may be passed by the Board should a new unanticipated source of revenue develop for a specific purpose.
8. All unexpended appropriations lapse at year-end, requiring reappropriation the following year.
9. The budget is prepared on the GAAP basis.
10. The legal level of budgetary control is by fund and by department within the General Fund.

1.L. Subsequent Events

The County has evaluated subsequent events through April 8, 2011, the date on which the financial statements were available to be issued. There were no subsequent events requiring recognition or disclosure of the financial statements.

Note 2 - Stewardship, Compliance, and Accountability

2.A. Deposits and Investments

The County's investment policy is in accordance with the Illinois Compiled Statutes. The County is authorized by statute to make deposits or investments in obligations of the U.S. Government; obligations of state or their political subdivisions; savings accounts, time deposits, certificates of deposit; or other investments which are direct obligations of banks as defined by the Illinois Banking Act; and the Illinois Funds. The County does not enter into any reverse repurchase agreements.

The County's deposits are in checking, savings accounts and certificates of deposit and are carried at cost. The County's current investment practice is only to invest in local financial institution accounts and the Illinois State Treasurer's Investment Pool.

Cash on hand of \$2,180 has been excluded from the amounts shown below.

MONTGOMERY COUNTY, ILLINOIS

Notes to Financial Statements
November 30, 2010

Note 2 - Stewardship, Compliance, and Accountability, continued

Deposits and Custodial Credit Risk

At November 30, 2010, the carrying value of the County's deposits, net of outstanding checks including certificates of deposit, totaled \$13,339,637 and the bank balances totaled \$13,618,484. Of this balance \$2,788,574, was insured by the Federal Deposit Insurance Corporation (FDIC) and \$10,829,910, was covered by pledged collateral, which was held in the County's name and \$0, was uncollateralized.

Interest Rate Risk

The County does not have a formal policy that limits invested maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

At November 30, 2010, the County's deposits were as follows:

Governmental Funds	\$ 11,014,646
Agency Funds	<u>2,324,991</u>
	<u>\$ 13,339,637</u>

2.B. Budgetary Noncompliance

For the year ended November 30, 2010, expenditures exceeded budget at the legal level of control in individual funds as follows:

	<u>Expenditures</u>	<u>Appropriations</u>
Illinois Municipal Retirement Fund	\$ 708,937	\$ 790,020
Employees Insurance Fund	1,174,235	1,030,779
County Drug Fund	648	-

MONTGOMERY COUNTY, ILLINOIS

**Notes to Financial Statements
November 30, 2010**

Note 3 - Capital Assets

The following notes present detailed information to support the amounts in the basic financial statements for its various assets, liabilities, equity, revenues and expenditures/expenses.

Capital asset activity for the year ended November 30, 2010, was as follows:

	<u>Balance December 1, 2009</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance November 30, 2010</u>
Primary government				
Governmental activities:				
Nondepreciable capital assets:				
Land and improvements	\$ <u>197,908</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>197,908</u>
Total nondepreciable capital assets	<u>197,908</u>	<u>-</u>	<u>-</u>	<u>197,908</u>
Depreciable capital assets:				
Buildings and building improvements	1,045,811	499,611	-	10,958,422
Vehicles	1,389,582	45,757	-	1,435,339
Equipment	1,834,621	175,002	-	2,009,623
Infrastructure	<u>25,231,388</u>	<u>-</u>	<u>-</u>	<u>25,231,388</u>
Total depreciable assets	<u>38,914,402</u>	<u>720,370</u>	<u>-</u>	<u>39,634,772</u>
Less accumulated depreciation for:				
Buildings and building improvements	4,598,054	271,087	-	4,869,141
Vehicles	965,521	183,490	-	1,149,011
Equipment	1,215,799	173,731	-	1,389,530
Infrastructure	<u>17,071,524</u>	<u>614,475</u>	<u>-</u>	<u>17,685,999</u>
Total accumulated depreciation	<u>23,850,898</u>	<u>1,242,783</u>	<u>-</u>	<u>25,093,681</u>
Total depreciable assets, net	<u>15,063,504</u>	<u>(522,413)</u>	<u>-</u>	<u>14,541,091</u>
Governmental activities capital assets, net	\$ <u>15,261,412</u>	\$ <u>(522,413)</u>	\$ <u>-</u>	\$ <u>14,738,999</u>
Depreciation expense was charged to governmental functions as follows:				
General government				\$ 172,672
Judiciary and court related				143,842
Public safety				177,551
Transportation				688,467
Health and welfare				<u>60,251</u>
Total depreciation expense - governmental activities				\$ <u>1,242,783</u>

MONTGOMERY COUNTY, ILLINOIS

**Notes to Financial Statements
November 30, 2010**

Note 4 - Interfund Receivables and Payables and Transfers

Interfund receivables and payables at November 30, 2010, resulted from two types of transactions between funds. The first transaction types consist of loans made to provide working capital for operation or projects as follows:

	<u>Interfund Receivables</u>	<u>Interfund Payables</u>
General Fund	\$ 307,466	\$ 164,891
Public Health Fund	5,940	90,673
Social Security Fund	5,128	-
Emergency Telephone System Fund	-	55,685
County Aid to Bridges Fund	2,970	-
Employees Insurance Fund	268,558	-
Emergency Management Agency Fund	-	120,636
Sheriff's Fund	-	109,672
State's Attorney Fund	-	616
Probation Fund	-	817
County Treasurer's Other Funds	-	54,098
Federal Aid Matching	2,970	-
IMRF	11,110	-
County Highway Fund	5,940	8,430
Document Storage Fund	<u>-</u>	<u>4,564</u>
	<u>\$ 610,082</u>	<u>\$ 610,082</u>
	<u>Transfers Out</u>	<u>Transfers In</u>
Court Security Fund	\$ -	\$ -
County Court Fund	75,000	-
General Fund	<u>-</u>	<u>75,000</u>
	<u>\$ 75,000</u>	<u>\$ 75,000</u>

The transfers were for operating expenses and establishing a revolving loan fund.

MONTGOMERY COUNTY, ILLINOIS

Notes to Financial Statements
November 30, 2010

Note 5 - Risk Management - Insurance

The County is exposed to various risks of loss related to torts, theft of, damage to, and destruction of assets; errors and omissions; injuries to employees, and natural disasters; and net income losses for which the County carries insurance. There have been no significant reductions in coverage from the prior year and settlements have not exceeded coverage in the past three years.

The County is insured by the Illinois Counties Risk Management Trust through which property, general liability, automobile liability, crime, boiler and machinery, and workers' compensation coverage is provided in excess of specified limits.

The County pays all elected officials' bond by statute.

Note 6 - Pension Plan

Employees of the County participate in the Illinois Municipal Retirement Fund (IMRF).

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

Funding Policy: As set by statute, the Regular, ECO and SLEP plan members are required to contribute 4.50%, 7.50%, and 7.50% respectively of their annual covered salary. The statute requires employees to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The employer contribution rate for calendar year 2009, for Regular, ECO and SLEP was 8.90%, 41.97% and 13.37%, respectively, of annual covered payroll. The County also contributes for disability benefits, death benefits and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by the IMRF Board of Trustees, while the supplemental retirement benefit rate is set by statute.

Annual Pension Cost: For 2010, the County's annual pensions cost of \$ 475,448 for the Regular plan, \$81,307 for the Elected County Official Plan, and \$101,259 for the Sheriff's Law Enforcement Personnel Plan were equal to the County's required and actual contributions.

Three-year Trend Information for the Regular Plan

Fiscal Year Ending	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
12/31/09	\$ 475,448	100%	\$ 0
12/31/08	467,913	100%	0
12/31/07	459,079	100%	0

MONTGOMERY COUNTY, ILLINOIS

**Notes to Financial Statements
November 30, 2010**

Note 6 - Pension Plan, continued

Three-year Trend Information for the Elected County Official Plan

Fiscal Year <u>Ending</u>	Annual Pension Cost (APC)	Percentage of APC <u>Contributed</u>	Net Pension <u>Obligation</u>
12/31/09	\$ 81,307	100%	\$ 0
12/31/08	86,242	100%	0
12/31/07	93,825	100%	0

Three-year Trend Information for the Sheriff's Law Enforcement Personnel Plan

Fiscal Year <u>Ending</u>	Annual Pension Cost (APC)	Percentage of APC <u>Contributed</u>	Net Pension <u>Obligation</u>
12/31/09	\$ 101,259	100%	\$ 0
12/31/08	95,672	100%	0
12/31/07	83,278	100%	0

The required contribution for 2010 was determined as part of the December 31, 2007, actuarial valuation using the entry age normal actuarial cost method. The actuarial assumption at December 31, 2007, included (a) 7.5 percent investment rate of return (net of administrative and direct investment expense), (b) projected salary increase of 4.00% a year, attributable to inflation, (c) additional projected salary increase ranging from 0.4% to 10% per year depending on age and service, attributable to seniority/ merit, and (d) post retirement increase of 3% annually. The actuarial value of the County's Regular, ECO, and SLEP plan assets was determined using techniques that spread the effects of short-term volatility in the market value of investments over a five-year period with a 15% corridor between the actuarial and market value of assets. The County Regular, ECO, and SLEP plan's unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on a closed basis. The remaining amortization period at December 31, 2007, valuation was 23 years.

Funded Status and Funding Progress: As of December 31, 2009, the most recent actuarial valuation date, the Regular Plan was 77.44 percent funded. The actuarial liability for benefits was \$13,610,066 and the actuarial value of assets was \$10,539,783, resulting in an underfunded actuarial accrued liability (UAAL) of \$3,070,283. The covered payroll (annual payroll of active employees covered by the plan) was \$5,342,115, and the ratio of the UAAL to the covered payroll was 57.47 percent.

As of December 31, 2009, the most recent valuation date, the Elected County Officials Plan was 18.25 percent funded. The actuarial accrued liability for benefits was \$1,447,591, and the actuarial value of assets was \$264,157, resulting in an underfunded actuarial liability (UAAL) of \$1,183,434. The covered payroll (annual payroll of active employees covered by the plan) was \$193,728, and the ratio of the UAAL to the covered payroll was 6.11%

MONTGOMERY COUNTY, ILLINOIS

**Notes to Financial Statements
November 30, 2010**

Note 6 - Pension Plan, continued

As of December 31, 2009, the most recent actuarial valuation date, the Sheriff's Law Enforcement Personnel Plan was 77.26 percent funded. The actuarial accrued liability for benefits was \$2,277,331, and the actuarial value of the assets was \$1,759,545, resulting in an underfunded actuarial accrued liability (UAAL) of \$517,786. The covered payroll (annual payroll of active employees covered by the plan) was \$757,358 and the ratio of the UAAL to the covered payroll was 68%.

The schedules of funding progress, presented as RSI following the notes to the financial statements, present multi-year trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits.

Note 7 - Long-Term Debt

The following is a summary of changes in the County's long-term obligations for the year ended November 30, 2010:

Compensated Absences

	<u>Balance December 1, 2009</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance November 30, 2010</u>	<u>Current Portion</u>
Compensated absences	\$ <u>206,000</u>	\$ <u>79,0000</u>	\$ <u>-</u>	\$ <u>285,000</u>	\$ <u>20,000</u>

Note 8 - Budgetary Basis of Accounting

While reporting financial position, results of operations, and changes in fund balances on the basis of generally accepted accounting principles (GAAP), the budgetary basis as provided by law is based upon accounting for certain transactions on a basis of cash receipts, disbursements, and encumbrances. The Statements of Revenues, Expenditures, and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual for the general and major special revenue funds are presented on the budgetary basis to provide a meaningful comparison of actual results with the budget. The major differences between the budget basis and the GAAP basis are as follows:

1. Revenues are recorded when received in cash (budget basis) as opposed to when susceptible to accrual (GAAP basis).
2. Encumbrances are treated as expenditures (budget basis) rather than as a reservation of fund balance (GAAP basis).

MONTGOMERY COUNTY, ILLINOIS

**Notes to Financial Statements
November 30, 2010**

Note 8 - Budgetary Basis of Accounting, continued

The adjustments to reconcile the GAAP and budgetary basis statements are as follows:

	<u>Revenues</u>	<u>Expenditures</u>	<u>Net Other Financing Sources</u>	<u>Fund Balance</u>
Budgetary basis	\$ 6,606,607	\$ 7,095,570	\$ 75,000	\$ 4,313,045
Receivables				
November 30, 2010	907,327	-	-	907,327
November 30, 2009	(926,659)	-	-	-
Payables				
November 30, 2010	-	408,301	-	408,301
November 30, 2009	-	(404,871)	-	-
	<u>\$ 6,587,275</u>	<u>\$ 7,099,000</u>	<u>\$ 75,000</u>	<u>\$ 4,812,071</u>

Note 9 - Coal Rights - Notes Receivable

The County entered into an agreement for the sale of approximately 120,000 acres in Montgomery County, Illinois, with Colt, LLC, a West Virginia limited liability company, and Colt Coal Company, Inc., a West Virginia corporation. The note is dated December 5, 2005, for five million two hundred thousand dollars (\$5,200,000) at 6% interest. The following is a payment schedule:

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
December 5, 2010	1,000,000	72,000	1,072,000
December 5, 2011	200,000	12,000	212,000
	<u>\$ 1,200,000</u>	<u>\$ 84,000</u>	<u>\$ 1,284,000</u>

The total was paid on December 5, 2010, of \$1,272,000, which consisted of principal of \$1,200,000 and interest of \$72,000.

Note 10 - Fund Equity Deficit

The following fund reported a deficit fund balance as of November 30, 2010. The Emergency Telephone System Fund deficit will be eliminated by fee surcharge and wireless surcharge.

Special Revenue Fund:	
Emergency Telephone System Fund	\$ (11,593)

REQUIRED SUPPLEMENTARY INFORMATION

MONTGOMERY COUNTY, ILLINOIS

**General Fund
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
Year Ended November 30, 2010**

	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:			
Taxes:			
Sales	\$ 983,000	\$ 985,553	\$ 2,553
Income	875,000	634,899	(240,101)
Replacement	58,000	63,864	5,864
Inheritance	100	6,060	5,960
Property	828,325	853,747	25,422
Real estate transfers	<u>120,000</u>	<u>200,465</u>	<u>80,465</u>
Total taxes	<u>2,864,425</u>	<u>2,744,588</u>	<u>(119,837)</u>
Interest, costs and penalties - net	<u>219,000</u>	<u>205,627</u>	<u>(13,373)</u>
Fines and Fees:			
Geographic Information System	59,000	58,155	(845)
County Clerk	200,000	180,279	(19,721)
Coroner	1,000	8,212	7,212
State's Attorney	600,000	648,785	48,785
Circuit Clerk	421,200	407,902	(13,298)
Public Defender	15,000	13,212	(1,788)
Sheriff	213,000	218,686	5,686
Costs of enforcement	-	40,377	40,377
Host	95,000	78,773	(16,227)
EPA	1,100	-	(1,100)
Recycling	<u>75,100</u>	<u>139,125</u>	<u>64,025</u>
Total fines and fees	<u>1,680,400</u>	<u>1,793,506</u>	<u>113,106</u>
Licenses and fees:			
Liquor	3,600	4,300	700
Animal Control	<u>67,700</u>	<u>59,161</u>	<u>(8,539)</u>
Total licenses and fees	<u>71,300</u>	<u>63,461</u>	<u>(7,839)</u>
Other Revenues:			
Miscellaneous revenues, refunds and reimbursements from other departments	33,465	170,510	137,045
Sale of property	1,000,000	1,000,000	-
Intergovernmental	52,000	25,000	(27,000)
Indemnity	9,500	10,580	1,080
Tax sale automation	<u>4,000</u>	<u>3,770</u>	<u>(230)</u>
Total other revenues	<u>1,098,965</u>	<u>1,209,860</u>	<u>110,895</u>

MONTGOMERY COUNTY, ILLINOIS

**General Fund
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
Year Ended November 30, 2010
(Continued)**

	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Reimbursed Expenditures:			
Christian/Montgomery ROE	\$ 32,433	\$ 31,943	\$ (490)
Help Americans Vote Act	-	14,495	14,495
Homeland Security Grant	4,800	9,298	4,498
Supervisor of Assessments	22,769	12,094	(10,675)
Election judges	25,020	8,595	(16,425)
State's Attorney, assistants and violent crime	135,656	157,957	22,301
Probation	69,193	136,857	67,664
EMA	12,200	24,355	12,155
Chief Judge's office	13,050	10,468	(2,582)
Ambulance	66,850	48,531	(18,319)
Public defender	99,905	84,460	(15,445)
IEPA Grant	-	31,180	31,180
Total reimbursed expenditures	<u>481,876</u>	<u>570,233</u>	<u>88,357</u>
Total revenues	<u>6,415,966</u>	<u>6,587,275</u>	<u>171,309</u>
 Expenditures:			
General Government:			
Building and Grounds:			
Salaries	41,402	40,456	946
Maintenance	170,000	55,423	114,577
Telephone	30,000	38,626	(8,626)
Utilities	186,200	166,532	19,668
Supplies	5,500	177	5,323
Travel	300	-	300
Janitorial contract	24,000	25,010	(1,010)
Elevator service contract	12,500	12,709	(209)
Gas and oil	1,200	904	296
Other	2,000	9,015	(7,015)
Small equipment	3,000	4,341	(1,341)
Capital outlay	<u>150,000</u>	<u>140,091</u>	<u>9,909</u>
Total building and grounds	<u>626,102</u>	<u>493,284</u>	<u>132,818</u>
County Clerk:			
Salaries	221,663	215,098	6,565
Maintenance	500	710	(210)
Travel and training	800	585	215
Publishing and printing	100	154	(54)
Dues and subscriptions	400	330	70
Book binding	2,000	266	1,734
Supplies	9,000	7,635	1,365
Bonds	250	106	144
Total County Clerk	<u>234,713</u>	<u>224,884</u>	<u>9,829</u>

MONTGOMERY COUNTY, ILLINOIS

**General Fund
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
Year Ended November 30, 2010
(Continued)**

	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Treasurer:			
Salaries	\$ 197,389	\$ 193,686	\$ 3,703
Maintenance	1,000	1,824	(824)
Travel	600	141	459
Printing and publishing	3,500	1,199	2,301
Dues and subscriptions	700	2,185	(1,485)
Training	100	-	100
Bonds	150	-	150
Supplies	13,500	9,628	3,872
Small equipment purchases	<u>3,000</u>	<u>3,280</u>	<u>(280)</u>
Total Treasurer	<u>219,939</u>	<u>211,943</u>	<u>7,996</u>
Coroner:			
Salaries	32,566	32,286	280
Telephone	2,800	1,487	1,313
Travel	2,000	2,420	(420)
Postage	300	211	89
Publishing and printing	2,700	2,911	(211)
Dues and subscriptions	600	650	(50)
Training	1,200	314	886
Meetings	1,200	1,257	(57)
Jury fees	2,500	465	2,035
Autopsy and pathologist fees	32,000	47,970	(15,970)
Supplies	500	1,210	(710)
Other	2,700	4,679	(1,979)
Graham Correctional	4,000	3,607	393
Small equipment purchases	<u>-</u>	<u>1,145</u>	<u>(1,145)</u>
Total Coroner	<u>85,066</u>	<u>100,612</u>	<u>(15,546)</u>
Regional Superintendent of Schools:			
Salaries	50,021	50,512	(491)
Maintenance	200	128	72
Telephone	500	-	500
Travel	4,120	5,593	(1,473)
Postage	880	880	-
Publishing and printing	220	340	(120)
Meetings and training	2,900	56	2,844
Supplies	1,700	5,293	(3,593)
Other	<u>2,500</u>	<u>-</u>	<u>2,500</u>
Total Regional Superintendent of Schools	<u>63,041</u>	<u>62,802</u>	<u>239</u>

MONTGOMERY COUNTY, ILLINOIS

**General Fund
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
Year Ended November 30, 2010
(Continued)**

	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Supervisor of Assessments:			
Salaries	\$ 169,102	\$ 168,823	\$ 279
Maintenance	2,000	1,114	886
Travel	1,750	1,385	365
Publishing and printing	20,000	5,965	14,035
Dues and subscriptions	750	722	28
Training	3,500	1,881	1,619
Meetings	200	354	(154)
Tax mapping	10,000	1,690	8,310
Supplies	3,500	3,276	224
Computer contractual services	3,200	350	2,850
Small equipment purchases	<u>5,000</u>	<u>1,567</u>	<u>3,433</u>
Total Supervisor of Assessments	<u>219,002</u>	<u>187,127</u>	<u>31,875</u>
 Board of Review:			
Salaries	35,220	34,535	685
Travel	1,000	357	643
Publishing and printing	4,000	441	3,559
Meetings and training	475	-	475
Supplies	450	282	168
Small equipment purchases	<u>2,500</u>	<u>-</u>	<u>2,500</u>
Total Board of Review	<u>43,645</u>	<u>35,615</u>	<u>8,030</u>
 County Board Office:			
Salary - County Board Chairman	6,000	6,350	(350)
Per diem	80,000	67,470	12,530
Travel	15,500	12,387	3,113
Printing and publishing	500	-	500
Dues and subscriptions	1,350	1,350	-
Meeting expense	800	1,040	(240)
Committee Chairmen expense	4,800	4,800	-
Liquor commission	<u>550</u>	<u>550</u>	<u>-</u>
Total County Board Office	<u>109,500</u>	<u>93,947</u>	<u>15,553</u>

MONTGOMERY COUNTY, ILLINOIS

**General Fund
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
Year Ended November 30, 2010
(Continued)**

	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Information System:			
Salaries	\$ 61,197	\$ 61,224	\$ (27)
Travel	500	-	500
Dues and subscriptions	100	35	65
Training	1,500	-	1,500
Office and other	900	1,006	(106)
Computer updates - software	3,000	2,029	971
Computer updates - hardware	25,000	20,038	4,962
Cellphone	480	500	(20)
Capital outlay	<u>-</u>	<u>-</u>	<u>-</u>
Total Information System	<u>92,677</u>	<u>84,832</u>	<u>7,845</u>
Election:			
Salaries	10,800	11,198	(398)
Maintenance	10,000	6,621	3,379
Travel	1,200	913	287
Publishing and printing	14,000	7,279	6,721
Rent	5,272	5,185	87
Other	92,000	83,739	8,261
H.A.V.A./Contractual services	<u>60,000</u>	<u>66,781</u>	<u>(6,781)</u>
Total Election	<u>193,272</u>	<u>181,716</u>	<u>11,556</u>
Economic and Infrastructure Development:			
Trail maintenance	5,900	2,441	3,459
Economic development	<u>30,000</u>	<u>20,000</u>	<u>10,000</u>
Total Economic and Infrastructure Development	<u>35,900</u>	<u>22,441</u>	<u>13,459</u>

MONTGOMERY COUNTY, ILLINOIS

**General Fund
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
Year Ended November 30, 2010
(Continued)**

	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
General Administrative:			
Postage	\$ 70,000	\$ 42,736	\$ 27,264
Printing and publishing	1,500	11,693	(10,193)
Accounting	41,500	40,000	1,500
Real estate transfer tax	80,000	133,333	(53,333)
Insurance - health	515,327	530,729	(15,402)
Computer services	85,000	49,289	35,711
Copy paper	5,000	7,773	(2,773)
Contract services	-	9,515	(9,515)
West Central Criminal Justice	1,300	-	1,300
Retiree cash payment option	12,500	12,905	(405)
Other	10,000	11,031	(1,031)
County farm	1,000	-	1,000
Economic Development	30,000	30,000	-
West Central Development	6,200	6,146	54
Fayco Grant	20,000	34,000	(14,000)
Capital outlay	-	-	-
Total General Administrative	<u>879,327</u>	<u>919,150</u>	<u>(39,823)</u>
Geographic Information System:			
Salaries	42,495	45,200	(2,705)
Computer updates	12,000	6,944	5,056
Contractual services	15,000	350	14,650
Other	18,425	6,006	12,419
Small equipment	<u>1,000</u>	<u>-</u>	<u>1,000</u>
Total Geographic Information System	<u>88,920</u>	<u>58,500</u>	<u>30,420</u>
Coordinated Services:			
Salaries	60,594	63,337	(2,743)
Other	<u>11,300</u>	<u>9,143</u>	<u>2,157</u>
Total Coordinated Services	<u>71,894</u>	<u>72,480</u>	<u>(586)</u>
Solid Waste:			
Salaries	34,227	35,054	(827)
Other	<u>7,200</u>	<u>3,525</u>	<u>3,675</u>
Total Solid Waste	<u>41,427</u>	<u>38,579</u>	<u>2,848</u>

MONTGOMERY COUNTY, ILLINOIS

General Fund
 Statement of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual
 Year Ended November 30, 2010
 (Continued)

	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Recycling:			
Salaries	\$ 111,339	\$ 116,027	\$ (4,688)
Maintenance	12,000	17,323	(5,323)
Utilities	6,500	5,257	1,243
Travel	600	263	337
Publishing	500	476	24
Training	500	156	344
Recycling operating	5,200	9,477	(4,277)
Trash	1,700	1,044	656
Office	600	1,056	(456)
Fuel and propane	12,000	10,158	1,842
Supplies	5,600	5,822	(222)
Other	1,800	2,345	(545)
Small equipment	2,000	1,026	974
Capital outlay	<u>40,000</u>	<u>8,500</u>	<u>31,500</u>
Total Recycling	<u>200,339</u>	<u>178,930</u>	<u>21,409</u>
Capital Improvement:			
Property restoration	1,630,000	477,973	1,152,027
Other	20,000	4,236	15,764
Animal shelter	25,000	21,637	3,363
Sheriff vehicles	25,000	-	25,000
Real estate	<u>300,000</u>	<u>-</u>	<u>300,000</u>
Total Capital Outlay	<u>2,000,000</u>	<u>503,846</u>	<u>1,496,154</u>
Total General Government	<u>5,204,764</u>	<u>3,470,688</u>	<u>1,734,076</u>

MONTGOMERY COUNTY, ILLINOIS

**General Fund
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
Year Ended November 30, 2010
(Continued)**

	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Judiciary and Court-Related:			
Chief Judge's Office:			
Maintenance	\$ 2,000	\$ 1,716	\$ 284
Telephone	2,500	2,513	(13)
Postage	2,600	258	2,342
Other	3,500	1,530	1,970
Supplies	2,900	2,754	146
Insurance	<u>1,400</u>	<u>1,366</u>	<u>34</u>
Total Chief Judge's Office	<u>14,900</u>	<u>10,137</u>	<u>4,763</u>
Montgomery County Judge's Office:			
Salaries	1,300	1,239	61
Printing and publishing	100	57	43
Dues and subscriptions	500	-	500
Supplies	<u>300</u>	<u>351</u>	<u>(51)</u>
Total Montgomery County Judge's Office	<u>2,200</u>	<u>1,647</u>	<u>553</u>
State's Attorney Office:			
Salaries	387,573	377,497	10,076
Appellate prosecution	11,000	11,000	-
Travel	1,000	178	822
Printing and publishing	1,500	1,135	365
Dues and subscriptions	1,500	1,874	(374)
Training	4,000	1,828	2,172
Transcripts	1,000	240	760
Witness fees and subpoenas	1,200	-	1,200
Office supplies	2,750	1,737	1,013
Operating supplies	5,000	3,571	1,429
Other	2,400	1,000	1,400
Small equipment purchases	<u>5,000</u>	<u>1,591</u>	<u>3,409</u>
Total State's Attorney Office	<u>423,923</u>	<u>401,651</u>	<u>22,272</u>
Circuit Clerk's Office:			
Salaries	251,326	252,397	(1,071)
Maintenance	5,500	3,583	1,917
Travel	1,500	847	653
Printing and publishing	10,000	5,758	4,242
Dues and subscriptions	1,000	650	350
Training	500	-	500
Meetings	800	467	333
Office and other	17,700	13,810	3,890
Small equipment purchases	4,200	980	3,220
Capital outlay	<u>5,000</u>	<u>-</u>	<u>5,000</u>
Total Circuit Clerk's Office	<u>297,526</u>	<u>278,492</u>	<u>19,034</u>

MONTGOMERY COUNTY, ILLINOIS

**General Fund
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
Year Ended November 30, 2010
(Continued)**

	Original and Final Budget	Actual	Variance with Final Budget Positive (Negative)
Probation Office:			
Salaries	\$ 274,058	\$ 267,403	\$ 6,655
Maintenance	1,500	1,310	190
Travel	2,500	2,235	265
Printing and publishing	2,000	2,192	(192)
Legal	250	-	250
Dues and subscriptions	400	424	(24)
Training	500	135	365
Meetings	750	751	(1)
Office supplies	7,500	8,200	(700)
Telephone	700	128	572
Small equipment purchases	<u>1,500</u>	<u>523</u>	<u>977</u>
Total Probation Office	<u>291,658</u>	<u>283,301</u>	<u>8,357</u>
 Public Defender:			
Salaries	183,159	183,899	(740)
Maintenance	1,975	1,890	85
Travel	150	-	150
Printing and publishing	500	444	56
Transcripts	100	46	54
Office supplies	1,500	1,541	(41)
Operating supplies	400	289	111
Small equipment purchases	<u>3,000</u>	<u>1,133</u>	<u>1,867</u>
Total Public Defender	<u>190,784</u>	<u>189,242</u>	<u>1,542</u>
 Jury and Jurors:			
Per diem	8,000	2,467	5,533
Travel and training	1,750	1,623	127
Meals	1,000	230	770
Conflict public defender	92,000	92,865	(865)
Court ordered fees	40,000	7,136	32,864
Juvenile detention	35,000	13,789	21,211
Court appointed counsel	30,000	4,354	25,646
Other expenses	<u>4,000</u>	<u>-</u>	<u>4,000</u>
Total Jury and Jurors	<u>211,750</u>	<u>122,464</u>	<u>89,286</u>
 Total Judiciary and Court-Related	<u>1,432,741</u>	<u>1,286,934</u>	<u>145,807</u>

MONTGOMERY COUNTY, ILLINOIS

**General Fund
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
Year Ended November 30, 2010
(Continued)**

	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Public Safety:			
Sheriff:			
Salaries	\$ 1,829,544	\$ 1,742,551	\$ 86,993
Severance and vacation benefits	9,450	11,520	(2,070)
Maintenance	157,032	56,930	100,102
Travel	1,050	2,319	(1,269)
Publishing and printing	1,680	2,769	(1,089)
Dues and subscriptions	1,050	1,975	(925)
Training and meetings	35,770	18,741	17,029
Meals - prisoner	66,150	69,391	(3,241)
Medical care	72,000	62,303	9,697
Office supplies	6,064	5,764	300
Gasoline and oil	120,000	61,839	58,161
Supplies	3,919	1,838	2,081
Uniforms and clothing	18,013	20,628	(2,615)
Janitorial supplies	20,000	12,026	7,974
Other	5,559	2,340	3,219
Pension	23,000	19,768	3,232
Telephone	7,010	6,410	600
Small equipment purchases	10,000	12,375	(2,375)
Capital outlay	<u>25,000</u>	<u>50,278</u>	<u>(25,278)</u>
Total Sheriff	<u>2,412,291</u>	<u>2,161,765</u>	<u>250,526</u>
 Emergency Services:			
Salaries	43,524	44,396	(872)
Maintenance	900	-	900
Telephone	821	405	416
Travel	1,200	1,200	-
Publishing, printing and postage	200	20	180
Dues and subscriptions	150	258	(108)
Training	4,000	3,102	898
Contractual service	4,000	3,987	13
Gasoline and oil	1,200	894	306
Supplies	2,500	2,682	(182)
Small equipment purchases	3,000	-	3,000
Capital outlay	<u>5,000</u>	<u>-</u>	<u>5,000</u>
Total Emergency Services	<u>66,495</u>	<u>56,944</u>	<u>9,551</u>

MONTGOMERY COUNTY, ILLINOIS

**General Fund
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
Year Ended November 30, 2010
(Continued)**

	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Ambulance:			
Salaries	\$ 48,302	\$ 40,453	\$ 7,849
Maintenance	500	334	166
Publishing, printing and postage	1,000	133	867
Office	2,300	3,470	(1,170)
Other	500	5,228	(4,728)
Small equipment purchases	3,000	2,374	626
Capital outlay	<u>5,000</u>	<u>-</u>	<u>5,000</u>
Total Ambulance	<u>60,602</u>	<u>51,992</u>	<u>8,610</u>
 Animal Control:			
Salaries	34,853	35,247	(394)
Utilities	6,400	6,808	(408)
Travel	300	-	300
Veterinarian	7,000	8,078	(1,078)
Gas and oil	3,500	1,605	1,895
Other	950	3,019	(2,069)
Supplies	10,100	13,535	(3,435)
Small equipment purchases	2,500	1,876	624
Maintenance	<u>1,000</u>	<u>509</u>	<u>491</u>
Total Animal Control	<u>66,603</u>	<u>70,677</u>	<u>(4,074)</u>
 Total Public Safety	<u>2,605,991</u>	<u>2,341,378</u>	<u>264,613</u>
 Total expenditures	<u>9,243,496</u>	<u>7,099,000</u>	<u>2,144,496</u>
 Excess (deficiency) of revenues over expenditures	<u>(2,827,530)</u>	<u>(511,725)</u>	<u>2,315,805</u>
 Other financing sources (uses):			
Transfers in	40,000	75,000	35,000
Transfers out	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>40,000</u>	<u>75,000</u>	<u>35,000</u>
 Net change in fund balance	\$ <u>(2,787,530)</u>	(436,725)	\$ <u>2,350,805</u>
 Fund balance, beginning of year		<u>5,248,796</u>	
 Fund balance, end of year		\$ <u>4,812,071</u>	

MONTGOMERY COUNTY, ILLINOIS

Public Health Fund
 Statement of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual
 Year Ended November 30, 2010

	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:			
Replacement taxes	\$ 37,000	\$ 31,552	\$ (5,448)
Property taxes	374,200	372,094	(2,106)
Intergovernmental	2,294,424	2,073,848	(220,576)
Fees	246,500	232,811	(13,689)
Interest	20,000	6,815	(13,185)
Miscellaneous	<u>1,200</u>	<u>7,674</u>	<u>6,474</u>
Total revenues	<u>2,973,324</u>	<u>2,724,794</u>	<u>(248,530)</u>
Expenditures:			
Current:			
Health and welfare	2,958,365	2,916,790	41,575
Capital outlay	<u>10,000</u>	<u>-</u>	<u>10,000</u>
Total expenditures	<u>2,968,365</u>	<u>2,916,790</u>	<u>51,575</u>
Net change in fund balance	<u>\$ 4,959</u>	(191,996)	\$ <u>(196,955)</u>
Fund balance, beginning of year		<u>1,254,786</u>	
Fund balance, end of year		<u>\$ 1,062,790</u>	

MONTGOMERY COUNTY, ILLINOIS

Illinois Municipal Retirement Fund (IMRF)
 Statement of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual
 Year Ended November 30, 2010

	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:			
Replacement taxes	\$ 80,000	\$ 61,980	\$ (18,020)
Property taxes	701,875	695,980	(5,895)
Intergovernmental	2,245	1,472	(773)
Interest	<u>4,500</u>	<u>8,542</u>	<u>4,042</u>
Total revenues	<u>788,620</u>	<u>767,974</u>	<u>(20,646)</u>
Expenditures:			
Current:			
General government	<u>708,937</u>	<u>790,020</u>	<u>(81,083)</u>
Total expenditures	<u>708,937</u>	<u>790,020</u>	<u>(81,083)</u>
Net change in fund balance	\$ <u>79,683</u>	(22,046)	\$ <u>(101,729)</u>
Fund balance, beginning of year		<u>727,827</u>	
Fund balance, end of year		<u>\$ 705,781</u>	

MONTGOMERY COUNTY, ILLINOIS

**Employees Insurance Fund
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
Year Ended November 30, 2010**

	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:			
Interest	\$ <u>1,300</u>	\$ <u>1,520</u>	\$ <u>220</u>
Total revenues	<u>1,300</u>	<u>1,520</u>	<u>220</u>
Expenditures:			
Current:			
General government	1,030,779	1,174,235	143,456
Less: reimbursements	<u>1,039,779</u>	<u>1,330,138</u>	<u>290,359</u>
Net expenditures	<u>(9,000)</u>	<u>(155,903)</u>	<u>146,903</u>
Net change in fund balance	\$ <u><u>10,300</u></u>	157,423	\$ <u><u>147,123</u></u>
Fund balance, beginning of year		<u>208,050</u>	
Fund balance, end of year		\$ <u><u>365,473</u></u>	

MONTGOMERY COUNTY, ILLINOIS

**County Motor Fuel Tax Fund
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
Year Ended November 30, 2010**

	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:			
Allotments from State of Illinois	\$ 660,000	\$ 710,281	\$ 50,281
Interest	20,000	8,591	(11,409)
Other	<u> -</u>	<u>2,402</u>	<u>2,402</u>
Total revenues	<u>680,000</u>	<u>721,274</u>	<u>41,274</u>
Expenditures:			
Materials and labor	<u>1,296,931</u>	<u>945,744</u>	<u>351,187</u>
Total expenditures	<u>1,296,931</u>	<u>945,744</u>	<u>351,187</u>
Net change in fund balance	\$ <u>(616,931)</u>	(224,470)	\$ <u>392,461</u>
Fund balance, beginning of year		<u>863,133</u>	
Fund balance, end of year		\$ <u>638,663</u>	

MONTGOMERY COUNTY, ILLINOIS

**Federal Aid Matching Fund
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
Year Ended November 30, 2010**

	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:			
Property taxes	\$ 187,000	\$ 186,048	\$ (952)
Replacement taxes	16,000	15,776	(224)
Interest	10,000	6,184	(3,816)
Other	<u>-</u>	<u>147,659</u>	<u>147,659</u>
Total revenues	<u>213,000</u>	<u>355,667</u>	<u>142,667</u>
Expenditures:			
Publishing and printing	100	96	4
Engineering	340,000	178,747	161,253
Bridges and roads	621,500	64,140	557,360
Other	<u>-</u>	<u>150</u>	<u>(150)</u>
Total expenditures	<u>961,600</u>	<u>243,133</u>	<u>718,467</u>
Excess (deficiency) of revenues over expenditures	<u>(748,600)</u>	<u>112,534</u>	<u>861,134</u>
Other financing sources (uses):			
Transfers in	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	<u>\$ (748,600)</u>	112,534	<u>\$ 861,134</u>
Fund balance, beginning of year		<u>657,209</u>	
Fund balance, end of year		<u>\$ 769,743</u>	

MONTGOMERY COUNTY, ILLINOIS

**Illinois Municipal Retirement
Required Supplementary Information -
Schedule of Funding Progress
November 30, 2010**

Trend information for the year ended November 30, 2010, is as follows:

**Required Supplementary Information
Schedule of Funding Progress
Elected Participants**

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) - Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
12/31/09	264,157	1,447,591	1,183,434	18.25%	193,728	610.87%
12/31/08	1,313,322	2,311,419	998,097	56.82%	219,613	454.48%
12/31/07	1,441,346	2,312,749	871,403	62.32%	216,486	402.52%

On a market value basis, the actuarial value of assets as of December 31, 2009, is \$221,617. On a market basis, the funded ratio would be 15.31%.

Regular Employees

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) - Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
12/31/09	10,539,783	13,610,066	3,070,283	77.44%	5,342,115	57.47%
12/31/08	9,528,910	12,316,941	2,788,031	77.36%	5,113,803	54.52%
12/31/07	10,458,354	10,945,679	487,325	95.55%	4,909,935	9.93%

On a market value basis, the actuarial value of assets as of December 31, 2009, is \$10,229,022. On a market basis, the funded ratio would be 75.16%.

Sheriff's Law Enforcement Personnel (SLEP)

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) - Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
12/31/09	1,759,545	2,277,331	517,786	77.26%	757,358	68.37%
12/31/08	1,870,214	2,009,436	139,222	93.07%	705,544	19.73%
12/31/07	2,022,110	2,123,640	101,530	95.22%	644,066	15.76%

On a market value basis, the actuarial value of assets as of December 31, 2009, is \$1,694,703. On a market basis, the funded ratio would be 74.42%.

OTHER SUPPLEMENTARY INFORMATION
NONMAJOR GOVERNMENTAL FUNDS

MONTGOMERY COUNTY, ILLINOIS

Combining Balance Sheet for Nonmajor Governmental Funds
Year Ended November 30, 2010

	<u>Special Revenue Funds</u>		
	<u>Tuberculosis Fund</u>	<u>Social Security Fund</u>	<u>Senior Citizens Fund</u>
Assets			
Cash	\$ 113,871	\$ 61,938	\$ 59,672
Certificates of deposit	-	-	-
Interest receivable	-	-	-
Accounts receivable	-	-	-
Due from other funds	-	5,128	-
Notes receivable	<u>-</u>	<u>-</u>	<u>-</u>
Total assets	<u>\$ 113,871</u>	<u>\$ 67,066</u>	<u>\$ 59,672</u>
Liabilities and Fund Balances			
Liabilities:			
Accounts payable and accrued wages	\$ -	\$ -	\$ -
Due to other funds	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances:			
Reserved for highway projects	-	-	-
Reserved	-	-	-
Unreserved	<u>113,871</u>	<u>67,066</u>	<u>59,672</u>
Total fund balances	<u>113,871</u>	<u>67,066</u>	<u>59,672</u>
Total liabilities and fund balances	<u>\$ 113,871</u>	<u>\$ 67,066</u>	<u>\$ 59,672</u>

MONTGOMERY COUNTY, ILLINOIS

**Combining Balance Sheet for Nonmajor Governmental Funds
Year Ended November 30, 2010**

Special Revenue Funds				
Property & Liability Insurance Fund	Emergency Telephone System Fund	Drug Asset Forfeiture Fund	Veterans Assistance Fund	County Highway Fund
\$ 250,168	\$ 26,503	\$ 5,366	\$ 101,064	\$ 288,942
-	-	-	-	-
-	-	-	-	-
-	31,275	-	-	168,932
-	-	-	-	5,940
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ 250,168</u>	<u>\$ 57,778</u>	<u>\$ 5,366</u>	<u>\$ 101,064</u>	<u>\$ 463,814</u>
\$ -	\$ 13,686	\$ -	\$ -	\$ 31,229
-	55,685	-	-	8,430
<u>-</u>	<u>69,371</u>	<u>-</u>	<u>-</u>	<u>39,659</u>
-	-	-	-	-
-	-	-	-	-
<u>250,168</u>	<u>(11,593)</u>	<u>5,366</u>	<u>101,064</u>	<u>424,155</u>
<u>250,168</u>	<u>(11,593)</u>	<u>5,366</u>	<u>101,064</u>	<u>424,155</u>
<u>\$ 250,168</u>	<u>\$ 57,778</u>	<u>\$ 5,366</u>	<u>\$ 101,064</u>	<u>\$ 463,814</u>

MONTGOMERY COUNTY, ILLINOIS

Combining Balance Sheet for Nonmajor Governmental Funds (Continued)
Year Ended November 30, 2010

	Special Revenue Funds	
	County Farm Special Bridge Matching Fund	Equipment Fund
Assets		
Cash	\$ 93,799	\$ 335,632
Certificates of deposit	-	-
Interest receivable	-	-
Accounts receivable	-	49,348
Due from other funds	-	-
Notes receivable	-	-
Total assets	\$ 93,799	\$ 384,980
Liabilities and Fund Balances		
Liabilities:		
Accounts payable and accrued wages	\$ -	\$ 5,600
Due to other funds	-	-
Total liabilities	-	5,600
Fund Balances:		
Reserved for highway projects	-	-
Reserved	-	-
Unreserved	93,799	379,380
Total fund balances	93,799	379,380
Total liabilities and fund balances	\$ 93,799	\$ 384,980

MONTGOMERY COUNTY, ILLINOIS

**Combining Balance Sheet for Nonmajor Governmental Funds (Continued)
Year Ended November 30, 2010**

Special Revenue Funds				
Township Bridge Program Fund	County Aid to Bridges Fund	Probation Fee Fund	Record Keeping Improvement Fund	Coroner's Fund
\$ 20,036	\$ 403,214	\$ 326,661	\$ 56,504	\$ 1,190
-	200,000	-	-	-
-	231	-	-	-
-	26,108	3,975	3,041	-
-	2,970	-	-	-
-	-	-	-	-
<u>\$ 20,036</u>	<u>\$ 632,523</u>	<u>\$ 330,636</u>	<u>\$ 59,545</u>	<u>\$ 1,190</u>
\$ -	\$ 20,125	\$ -	\$ 26,016	\$ -
-	-	-	-	-
-	<u>20,125</u>	-	<u>26,016</u>	-
-	612,398	-	-	-
-	-	-	-	-
<u>20,036</u>	-	<u>330,636</u>	<u>33,529</u>	<u>1,190</u>
<u>20,036</u>	<u>612,398</u>	<u>330,636</u>	<u>33,529</u>	<u>1,190</u>
<u>\$ 20,036</u>	<u>\$ 632,523</u>	<u>\$ 330,636</u>	<u>\$ 59,545</u>	<u>\$ 1,190</u>

MONTGOMERY COUNTY, ILLINOIS

**Combining Balance Sheet for Nonmajor Governmental Funds (Continued)
Year Ended November 30, 2010**

	<u>Special Revenue Funds</u>		
	<u>Document Storage Fund</u>	<u>Victim Impact Fund</u>	<u>Clerk Automation Fund</u>
Assets			
Cash	\$ 211,370	\$ 2,638	\$ 43,452
Certificates of deposit	-	-	-
Interest receivable	-	-	-
Accounts receivable	4,929	-	-
Due from other funds	-	-	-
Notes receivable	<u>-</u>	<u>-</u>	<u>-</u>
Total assets	<u>\$ 216,299</u>	<u>\$ 2,638</u>	<u>\$ 43,452</u>
Liabilities and Fund Balances			
Liabilities:			
Accounts payable and accrued wages	\$ -	\$ -	\$ -
Due to other funds	<u>4,564</u>	<u>-</u>	<u>-</u>
Total liabilities	<u>4,564</u>	<u>-</u>	<u>-</u>
Fund Balances:			
Reserved for highway projects	-	-	-
Reserved	-	-	-
Unreserved	<u>211,735</u>	<u>2,638</u>	<u>43,452</u>
Total fund balances	<u>211,735</u>	<u>2,638</u>	<u>43,452</u>
Total liabilities and fund balances	<u>\$ 216,299</u>	<u>\$ 2,638</u>	<u>\$ 43,452</u>

MONTGOMERY COUNTY, ILLINOIS

**Combining Balance Sheet for Nonmajor Governmental Funds (Continued)
Year Ended November 30, 2010**

<u>Special Revenue Funds</u>			
<u>County Court Fund</u>	<u>Automation Fund</u>	<u>County Drug Fund</u>	<u>Law Library Fund</u>
\$ 237,433	\$ 321,002	\$ 10,604	\$ 37,636
100,000	-	-	-
-	-	-	-
4,502	4,885	-	1,691
-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ 341,935</u>	<u>\$ 325,887</u>	<u>\$ 10,604</u>	<u>\$ 39,327</u>
\$ -	\$ -	\$ -	\$ -
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	-	-	-
-	-	-	-
<u>341,935</u>	<u>325,887</u>	<u>10,604</u>	<u>39,327</u>
<u>341,935</u>	<u>325,887</u>	<u>10,604</u>	<u>39,327</u>
<u>\$ 341,935</u>	<u>\$ 325,887</u>	<u>\$ 10,604</u>	<u>\$ 39,327</u>

THIS PAGE IS INTENTIONALLY LEFT BLANK

MONTGOMERY COUNTY, ILLINOIS

**Combining Balance Sheet for Nonmajor Governmental Funds (Continued)
Year Ended November 30, 2010**

	<u>Special Revenue Funds</u>		
	<u>Drug Test Fund</u>	<u>Revolving Loan Fund</u>	<u>Total Nonmajor Governmental Funds</u>
Assets			
Cash	\$ 4,011	\$ 177,206	\$ 3,189,912
Certificates of deposit	-	-	300,000
Interest receivable	-	-	673
Accounts receivable	-	-	298,244
Due from other funds	-	-	14,038
Notes receivable	<u>-</u>	<u>97,722</u>	<u>97,722</u>
Total assets	<u>\$ 4,011</u>	<u>\$ 274,928</u>	<u>\$ 3,900,589</u>
Liabilities and Fund Balances			
Liabilities:			
Accounts payable and accrued wages	\$ -	\$ -	\$ 96,656
Due to other funds	<u>-</u>	<u>-</u>	<u>68,679</u>
Total liabilities	<u>-</u>	<u>-</u>	<u>165,335</u>
Fund Balances:			
Reserved for highway projects	-	274,928	887,326
Reserved	-	-	-
Unreserved	<u>4,011</u>	<u>-</u>	<u>2,847,928</u>
Total fund balances	<u>4,011</u>	<u>274,928</u>	<u>3,735,254</u>
Total liabilities and fund balances	<u>\$ 4,011</u>	<u>\$ 274,928</u>	<u>\$ 3,900,589</u>

MONTGOMERY COUNTY, ILLINOIS

**Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
Year Ended November 30, 2010**

	Special Revenue Funds		
	Tuberculosis Fund	Social Security Fund	Senior Citizens Fund
Revenues:			
Property taxes	\$ 90,582	\$ 321,203	\$ 69,862
Replacement taxes	-	27,048	-
Intergovernmental	-	1,957	-
Charges for services	-	-	-
Miscellaneous	5	-	-
Interest	<u>730</u>	<u>882</u>	<u>214</u>
Total revenues	<u>91,317</u>	<u>351,090</u>	<u>70,076</u>
Expenditures:			
Current:			
General government	-	501,941	71,800
Public safety	-	-	-
Health and welfare	73,148	-	-
Transportation	-	-	-
Judiciary and court-related	-	-	-
Capital outlay	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>73,148</u>	<u>501,941</u>	<u>71,800</u>
Excess (deficiency) of revenues over expenditures	<u>18,169</u>	<u>(150,851)</u>	<u>(1,724)</u>
Other financing sources (uses):			
Transfers in	-	-	-
Transfers out	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	18,169	(150,851)	(1,724)
Fund balances, beginning of year	<u>95,702</u>	<u>217,917</u>	<u>61,396</u>
Fund balances, end of year	\$ <u>113,871</u>	\$ <u>67,066</u>	\$ <u>59,672</u>

MONTGOMERY COUNTY, ILLINOIS

Combining Statement of Revenues, Expenditures and Changes in Fund Balances
 Nonmajor Governmental Funds
 Year Ended November 30, 2010

Special Revenue Funds

<u>Property & Liability Insurance Fund</u>	<u>Emergency Telephone System Fund</u>	<u>Drug Asset Forfeiture Fund</u>	<u>Veteran's Assistance Fund</u>	<u>County Highway Fund</u>
\$ 332,068	\$ -	\$ -	\$ 69,831	\$ 372,093
-	-	-	-	31,552
-	-	-	-	-
-	404,971	-	-	-
1,944	2,363	1,340	-	78,763
<u>977</u>	<u>213</u>	<u>21</u>	<u>649</u>	<u>2,283</u>
<u>334,989</u>	<u>407,547</u>	<u>1,361</u>	<u>70,480</u>	<u>484,691</u>
369,056	-	698	-	-
-	454,511	-	-	-
-	-	-	48,726	-
-	-	-	-	438,525
-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>369,056</u>	<u>454,511</u>	<u>698</u>	<u>48,726</u>	<u>438,525</u>
<u>(34,067)</u>	<u>(46,964)</u>	<u>663</u>	<u>21,754</u>	<u>46,166</u>
-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
(34,067)	(46,964)	663	21,754	46,166
<u>284,235</u>	<u>35,371</u>	<u>4,703</u>	<u>79,310</u>	<u>377,989</u>
\$ <u>250,168</u>	\$ <u>(11,593)</u>	\$ <u>5,366</u>	\$ <u>101,064</u>	\$ <u>424,155</u>

MONTGOMERY COUNTY, ILLINOIS

**Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds (Continued)
Year Ended November 30, 2010**

	Special Revenue Funds	
	County Farm Special Bridge Matching Fund	Equipment Fund
Revenues:		
Property taxes	\$ -	\$ -
Replacement taxes	-	-
Intergovernmental	-	-
Charges for services	-	-
Miscellaneous	-	174,050
Interest	<u>853</u>	<u>1,874</u>
Total revenues	<u>853</u>	<u>175,924</u>
Expenditures:		
Current:		
General government	-	-
Public safety	-	-
Health and welfare	-	-
Transportation	-	8,851
Judiciary and court-related	-	-
Capital outlay	<u>-</u>	<u>-</u>
Total expenditures	<u>-</u>	<u>8,851</u>
Excess (deficiency) of revenues over expenditures	<u>853</u>	<u>167,073</u>
Other financing sources (uses):		
Transfers in	-	-
Transfers out	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>-</u>	<u>-</u>
Net change in fund balances	853	167,073
Fund balances, beginning of year	<u>92,946</u>	<u>212,307</u>
Fund balances, end of year	<u>\$ 93,799</u>	<u>\$ 379,380</u>

MONTGOMERY COUNTY, ILLINOIS

**Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds (Continued)
Year ended November 30, 2010**

Special Revenue Funds				
Township Bridge Program Fund	County Aid to Bridges Fund	Probation Fee Fund	Record Keeping Improvement Fund	Coroner's Fund
\$ -	\$ 186,049	\$ -	\$ -	\$ -
-	15,775	-	-	-
-	40,033	-	-	-
-	-	80,712	36,046	1,190
-	-	-	-	-
<u>250</u>	<u>4,619</u>	<u>2,461</u>	<u>388</u>	<u>-</u>
<u>250</u>	<u>246,476</u>	<u>83,173</u>	<u>36,434</u>	<u>1,190</u>
-	-	-	48,280	-
-	-	-	-	-
-	-	-	-	-
-	148,551	-	-	-
-	-	38,813	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>-</u>	<u>148,551</u>	<u>38,813</u>	<u>48,280</u>	<u>-</u>
<u>250</u>	<u>97,925</u>	<u>44,360</u>	<u>(11,846)</u>	<u>1,190</u>
-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	-	-	-	-
250	97,925	44,360	(11,846)	1,190
<u>19,786</u>	<u>514,473</u>	<u>286,276</u>	<u>45,375</u>	<u>-</u>
\$ <u>20,036</u>	\$ <u>612,398</u>	\$ <u>330,636</u>	\$ <u>33,529</u>	\$ <u>1,190</u>

MONTGOMERY COUNTY, ILLINOIS

**Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds (Continued)
Year Ended November 30, 2010**

	Special Revenue Funds		
	Document Storage Fund	Victim Impact Fund	Clerk Automation Fund
Revenues:			
Property taxes	\$ -	\$ -	\$ -
Replacement taxes	-	-	-
Intergovernmental	-	-	-
Charges for services	69,376	1,191	13,975
Miscellaneous	-	-	-
Interest	<u>2,420</u>	<u>-</u>	<u>185</u>
Total revenues	<u>71,796</u>	<u>1,191</u>	<u>14,160</u>
Expenditures:			
Current:			
General government	-	278	-
Public safety	-	-	-
Health and welfare	-	-	-
Transportation	-	-	-
Judiciary and court-related	84,132	-	13,377
Capital outlay	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>84,132</u>	<u>278</u>	<u>13,377</u>
Excess (deficiency) of revenues over expenditures	<u>(12,336)</u>	<u>913</u>	<u>783</u>
Other financing sources (uses):			
Transfers in	-	-	-
Transfers out	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	(12,336)	913	783
Fund balances, beginning of year	<u>224,071</u>	<u>1,725</u>	<u>42,669</u>
Fund balances, end of year	<u>\$ 211,735</u>	<u>\$ 2,638</u>	<u>\$ 43,452</u>

MONTGOMERY COUNTY, ILLINOIS

Combining Statement of Revenues, Expenditures and Changes in Fund Balances
 Nonmajor Governmental Funds (Continued)
 Year Ended November 30, 2010

<u>Special Revenue Funds</u>			
<u>County Court Fund</u>	<u>Automation Fund</u>	<u>County Drug Fund</u>	<u>Law Library Fund</u>
\$ -	\$ -	\$ -	\$ -
-	-	-	-
-	-	-	-
57,889	68,504	1,277	20,337
-	-	-	-
<u>4,388</u>	<u>3,015</u>	<u>-</u>	<u>254</u>
<u>62,277</u>	<u>71,519</u>	<u>1,277</u>	<u>20,591</u>
-	-	-	-
-	-	648	-
-	-	-	-
-	-	-	-
12,662	18,479	-	16,124
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>12,662</u>	<u>18,479</u>	<u>648</u>	<u>16,124</u>
<u>49,615</u>	<u>53,040</u>	<u>629</u>	<u>4,467</u>
-	-	-	-
<u>(75,000)</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>(75,000)</u>	<u>-</u>	<u>-</u>	<u>-</u>
(25,385)	53,040	629	4,467
<u>367,320</u>	<u>272,847</u>	<u>9,975</u>	<u>34,860</u>
\$ <u>341,935</u>	\$ <u>325,887</u>	\$ <u>10,604</u>	\$ <u>39,327</u>

THIS PAGE IS INTENTIONALLY LEFT BLANK

MONTGOMERY COUNTY, ILLINOIS

**Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds (Continued)
Year Ended November 30, 2010**

	Special Revenue Funds		
	Drug Test Fund	Revolving Loan Fund	Total Nonmajor Governmental Funds
Revenues:			
Property taxes	\$ -	\$ -	\$ 1,441,688
Replacement taxes	-	-	74,375
Intergovernmental	-	-	41,990
Charges for services	11,357	-	766,825
Miscellaneous	-	-	258,465
Interest	<u>38</u>	<u>2,410</u>	<u>29,124</u>
Total revenues	<u>11,395</u>	<u>2,410</u>	<u>2,612,467</u>
Expenditures:			
Current:			
General government	-	-	992,053
Public safety	19,368	-	474,527
Health and welfare	-	-	121,874
Transportation	-	-	595,927
Judiciary and court-related	-	-	183,587
Capital outlay	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>19,368</u>	<u>-</u>	<u>2,367,968</u>
Excess (deficiency) of revenues over expenditures	<u>(7,973)</u>	<u>2,410</u>	<u>244,499</u>
Other financing sources (uses):			
Transfers in	-	-	-
Transfers out	<u>-</u>	<u>-</u>	<u>(75,000)</u>
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>(75,000)</u>
Net change in fund balances	(7,973)	2,410	169,499
Fund balances, beginning of year	<u>11,984</u>	<u>272,518</u>	<u>3,565,755</u>
Fund balances, end of year	<u>\$ 4,011</u>	<u>\$ 274,928</u>	<u>\$ 3,735,254</u>

MONTGOMERY COUNTY, ILLINOIS

Tuberculosis Fund
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
Year Ended November 30, 2010

	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:			
Property taxes	\$ 90,960	\$ 90,582	\$ (378)
Interest	525	730	205
Other	<u>10</u>	<u>5</u>	<u>(5)</u>
Total revenues	<u>91,495</u>	<u>91,317</u>	<u>(178)</u>
Expenditures:			
Salaries	49,600	49,936	(336)
Maintenance	250	-	250
Telephone	1,685	1,346	339
Utilities	450	-	450
Travel	6,000	4,793	1,207
Postage	200	145	55
Publishing and printing	100	103	(3)
Dues and subscriptions	250	-	250
Training	1,500	202	1,298
Drugs and testing	6,000	6,377	(377)
Hospital and physician's fees	12,000	9,150	2,850
X-ray and interpretations	2,000	427	1,573
Supplies	600	601	(1)
Small equipment purchases	650	-	650
Other	<u>250</u>	<u>68</u>	<u>182</u>
Total expenditures	<u>81,535</u>	<u>73,148</u>	<u>8,387</u>
Net change in fund balance	<u>\$ 9,960</u>	18,169	<u>\$ 8,209</u>
Fund balance, beginning of year		<u>95,702</u>	
Fund balance, end of year		<u>\$ 113,871</u>	

MONTGOMERY COUNTY, ILLINOIS

Social Security Fund
 Statement of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual
 Year Ended November 30, 2010

	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:			
Property taxes	\$ 322,785	\$ 321,203	\$ (1,582)
Replacement taxes	46,000	27,048	(18,952)
Interest	7,000	882	(6,118)
Intergovernmental	<u>2,485</u>	<u>1,957</u>	<u>(528)</u>
Total revenues	<u>378,270</u>	<u>351,090</u>	<u>(27,180)</u>
Expenditures:			
Payroll taxes, net of reimbursements	<u>507,050</u>	<u>501,941</u>	<u>5,109</u>
Total expenditures	<u>507,050</u>	<u>501,941</u>	<u>5,109</u>
Net change in fund balance	\$ <u>(128,780)</u>	(150,851)	\$ <u>(22,071)</u>
Fund balance, beginning of year		<u>217,917</u>	
Fund balance, end of year		\$ <u>67,066</u>	

MONTGOMERY COUNTY, ILLINOIS

**Senior Citizens Fund
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
Year Ended November 30, 2010**

	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:			
Property taxes	\$ 70,230	\$ 69,862	\$ (368)
Interest	<u>150</u>	<u>214</u>	<u>64</u>
Total revenues	<u>70,380</u>	<u>70,076</u>	<u>(304)</u>
Expenditures:			
Senior Citizen Social Services	<u>71,800</u>	<u>71,800</u>	<u>-</u>
Total expenditures	<u>71,800</u>	<u>71,800</u>	<u>-</u>
Net change in fund balance	\$ <u>(1,420)</u>	(1,724)	\$ <u>(304)</u>
Fund balance, beginning of year		<u>61,396</u>	
Fund balance, end of year		\$ <u>59,672</u>	

MONTGOMERY COUNTY, ILLINOIS

Property and Liability Insurance Fund
 Statement of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual
 Year Ended November 30, 2010

	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:			
Property taxes	\$ 333,875	\$ 332,068	\$ (1,807)
Interest	1,000	977	(23)
Miscellaneous	<u>-</u>	<u>1,944</u>	<u>1,944</u>
Total revenues	<u>334,875</u>	<u>334,989</u>	<u>114</u>
Expenditures:			
Insurance and claims	<u>406,423</u>	<u>369,056</u>	<u>37,367</u>
Total expenditures	<u>406,423</u>	<u>369,056</u>	<u>37,367</u>
Net change in fund balance	\$ <u>(71,548)</u>	(34,067)	\$ <u>37,481</u>
Fund balance, beginning of year		<u>284,235</u>	
Fund balance, end of year		\$ <u>250,168</u>	

MONTGOMERY COUNTY, ILLINOIS

**Emergency Telephone System Fund
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
Year Ended November 30, 2010**

	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:			
Fees	\$ 417,225	\$ 404,971	\$ (12,254)
Interest	2,000	213	(1,787)
Miscellaneous	<u>500</u>	<u>2,363</u>	<u>1,863</u>
Total revenues	<u>419,725</u>	<u>407,547</u>	<u>(12,178)</u>
Expenditures:			
Salaries	283,709	274,794	8,915
Maintenance	33,261	44,456	(11,195)
Professional fees	2,000	6,209	(4,209)
Telephone	17,000	8,753	8,247
Travel	3,000	1,235	1,765
Postage	500	206	294
Printing and publishing	500	-	500
Contractual services	720	600	120
Dues and subscriptions	4,515	2,478	2,037
Training	4,740	5,898	(1,158)
Meeting	1,000	-	1,000
Insurance	30,170	24,038	6,132
Fees for collecting surcharge	55,500	57,640	(2,140)
Office supplies	18,950	10,686	8,264
Gasoline - oil	4,120	473	3,647
Operating supplies	3,348	1,514	1,834
Contingency	1,500	-	1,500
Other	2,720	1,378	1,342
Uniforms	1,500	509	991
Small equipment purchases	3,000	13,644	(10,644)
Capital outlay	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>471,753</u>	<u>454,511</u>	<u>17,242</u>
Net change in fund balance	\$ <u>(52,028)</u>	(46,964)	\$ <u>5,064</u>
Fund balance, beginning of year		<u>35,371</u>	
Fund balance, end of year		\$ <u>(11,593)</u>	

MONTGOMERY COUNTY, ILLINOIS

**Drug Asset Forfeiture Fund
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
Year Ended November 30, 2010**

	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:			
Interest	\$ 25	\$ 21	\$ (4)
Forfeitures	<u>4,000</u>	<u>1,340</u>	<u>(2,660)</u>
Total revenues	<u>4,025</u>	<u>1,361</u>	<u>(2,664)</u>
Expenditures:			
Other	<u>5,000</u>	<u>698</u>	<u>4,302</u>
Total expenditures	<u>5,000</u>	<u>698</u>	<u>4,302</u>
Net change in fund balance	\$ <u>(975)</u>	663	\$ <u>1,638</u>
Fund balance, beginning of year		<u>4,703</u>	
Fund balance, end of year		\$ <u>5,366</u>	

MONTGOMERY COUNTY, ILLINOIS

**Veteran's Assistance Fund
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
Year Ended November 30, 2010**

	Original and Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Interest	\$ 400	\$ 649	\$ 249
Property taxes	<u>72,000</u>	<u>69,831</u>	<u>(2,169)</u>
Total revenues	<u>72,400</u>	<u>70,480</u>	<u>(1,920)</u>
Expenditures:			
Salaries	34,170	33,406	764
Maintenance/service contracts	1,000	566	434
Utilities	3,300	2,888	412
Travel	1,000	683	317
Office	2,100	1,794	306
Insurance	500	500	-
Other	100	208	(108)
Dues and subscriptions	400	62	338
Training	400	290	110
Computer software	1,223	-	1,223
Rent	3,150	2,475	675
Aid to veterans	<u>22,207</u>	<u>5,854</u>	<u>16,353</u>
Total expenditures	<u>69,550</u>	<u>48,726</u>	<u>20,824</u>
Net change in fund balance	\$ <u>2,850</u>	21,754	\$ <u>18,904</u>
Fund balance, beginning of year		<u>79,310</u>	
Fund balance, end of year		\$ <u>101,064</u>	

MONTGOMERY COUNTY, ILLINOIS

**County Highway Fund
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
Year Ended November 30, 2010**

	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:			
Property taxes	\$ 373,800	\$ 372,093	\$ (1,707)
Replacement taxes	32,000	31,552	(448)
Miscellaneous	102,700	78,763	(23,937)
Interest	<u>2,000</u>	<u>2,283</u>	<u>283</u>
Total revenues	<u>510,500</u>	<u>484,691</u>	<u>(25,809)</u>
Expenditures:			
Salaries	600,966	596,683	4,283
Insurance and retirement	134,948	112,341	22,607
Maintenance	1,500	2,912	(1,412)
Utilities	18,500	13,463	5,037
Postage	1,000	1,000	-
Publishing and printing	100	87	13
Janitorial	2,400	2,420	(20)
Dues and subscriptions	1,000	766	234
Stock pile lease	1,000	850	150
Hauling and pickup service	750	480	270
Towel and laundry service	2,000	2,463	(463)
Drug/alcohol testing	400	288	112
Office supplies	5,500	2,029	3,471
Gasoline and oil	135,000	93,533	41,467
Materials and supplies	57,000	47,827	9,173
Contingency	5,000	6,583	(1,583)
Other	2,150	1,726	424
Capital outlay	<u>500</u>	<u>-</u>	<u>500</u>
Total expenditures	969,714	885,451	84,263
Less reimbursements	<u>452,277</u>	<u>446,926</u>	<u>(5,351)</u>
Net expenditures	<u>517,437</u>	<u>438,525</u>	<u>78,912</u>
Excess (deficiency) of revenues over expenditures	<u>(6,937)</u>	<u>46,166</u>	<u>53,103</u>
Net change in fund balance	\$ <u>(6,937)</u>	46,166	\$ <u>53,103</u>
Fund balance, beginning of year		<u>377,989</u>	
Fund balance, end of year		\$ <u>424,155</u>	

MONTGOMERY COUNTY, ILLINOIS

County Farm Special Bridge Matching Fund
 Statement of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual
 Year Ended November 30, 2010

	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:			
Interest	\$ <u>3,000</u>	\$ <u>853</u>	\$ (2,147)
Total revenues	<u>3,000</u>	<u>853</u>	<u>(2,147)</u>
Expenditures:			
Bridge construction	<u>3,000</u>	<u>-</u>	<u>3,000</u>
Total expenditures	<u>3,000</u>	<u>-</u>	<u>3,000</u>
Net change in fund balance	\$ <u>-</u>	853	\$ <u>853</u>
Fund balance, beginning of year		<u>92,946</u>	
Fund balance, end of year		<u>\$ 93,799</u>	

MONTGOMERY COUNTY, ILLINOIS

**Equipment Fund
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
Year Ended November 30, 2010**

	Original and Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Interest	\$ 1,000	\$ 1,874	\$ 874
Reimbursements	91,000	174,050	83,050
Other	<u>1,000</u>	<u>-</u>	<u>(1,000)</u>
Total revenues	<u>93,000</u>	<u>175,924</u>	<u>82,924</u>
Expenditures:			
Publishing and printing	100	71	29
Equipment rental	500	-	500
Equipment maintenance	10,000	5,600	4,400
Other	400	-	400
Small equipment purchases	10,000	130	9,870
Capital outlay	<u>125,000</u>	<u>3,050</u>	<u>121,950</u>
Total expenditures	<u>146,000</u>	<u>8,851</u>	<u>137,149</u>
Net change in fund balance	\$ <u>(53,000)</u>	167,073	\$ <u>220,073</u>
Fund balance, beginning of year		<u>212,307</u>	
Fund balance, end of year		\$ <u>379,380</u>	

MONTGOMERY COUNTY, ILLINOIS

**Township Bridge Program Fund
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
Year Ended November 30, 2010**

	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:			
Interest	\$ <u>3,000</u>	\$ <u>250</u>	\$ <u>(2,750)</u>
Total revenues	<u>3,000</u>	<u>250</u>	<u>(2,750)</u>
Expenditures:			
Bridge construction and engineering	<u>3,000</u>	<u>-</u>	<u>3,000</u>
Total expenditures	<u>3,000</u>	<u>-</u>	<u>3,000</u>
Net change in fund balance	\$ <u><u>-</u></u>	250	\$ <u><u>250</u></u>
Fund balance, beginning of year		<u>19,786</u>	
Fund balance, end of year		\$ <u><u>20,036</u></u>	

MONTGOMERY COUNTY, ILLINOIS

**County Aid to Bridges Fund
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
Year Ended November 30, 2010**

	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:			
Property taxes	\$ 186,900	\$ 186,049	\$ (851)
Replacement taxes	16,000	15,775	(225)
Intergovernmental	98,000	40,033	(57,967)
Interest	<u>10,000</u>	<u>4,619</u>	<u>(5,381)</u>
Total revenues	<u>310,900</u>	<u>246,476</u>	<u>(64,424)</u>
Expenditures:			
Printing and publishing	100	-	100
Engineering	110,000	33,390	76,610
Bridge construction	<u>320,000</u>	<u>115,161</u>	<u>204,839</u>
Total expenditures	<u>430,100</u>	<u>148,551</u>	<u>281,549</u>
Net change in fund balance	\$ <u>(119,200)</u>	97,925	\$ <u>217,125</u>
Fund balance, beginning of year		<u>514,473</u>	
Fund balance, end of year		\$ <u>612,398</u>	

MONTGOMERY COUNTY, ILLINOIS

**Probation Fee Fund
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
Year Ended November 30, 2010**

	Original and Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Interest	\$ 6,500	\$ 2,461	\$ (4,039)
Fees	<u>65,000</u>	<u>80,712</u>	<u>15,712</u>
Total revenues	<u>71,500</u>	<u>83,173</u>	<u>11,673</u>
Expenditures:			
Training	10,000	2,098	7,902
Offender services	61,250	3,236	58,014
Supplies/small equipment purchases	60,000	26,274	33,726
Other	37,250	7,205	30,045
Capital outlay	<u>20,000</u>	<u>-</u>	<u>20,000</u>
Total expenditures	<u>188,500</u>	<u>38,813</u>	<u>149,687</u>
Net change in fund balance	\$ <u>(117,000)</u>	44,360	\$ <u>161,360</u>
Fund balance, beginning of year		<u>286,276</u>	
Fund balance, end of year		\$ <u>330,636</u>	

MONTGOMERY COUNTY, ILLINOIS

Record Keeping Improvement Fund
 Statement of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual
 Year Ended November 30, 2010

	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:			
Interest	\$ 2,500	\$ 388	\$ (2,112)
Fees	<u>37,500</u>	<u>36,046</u>	(1,454)
Total revenues	<u>40,000</u>	<u>36,434</u>	(3,566)
Expenditures:			
Contractual services	30,000	25,396	4,604
Other	<u>18,800</u>	<u>22,884</u>	(4,084)
Total expenditures	<u>48,800</u>	<u>48,280</u>	<u>520</u>
Net change in fund balance	\$ <u>(8,800)</u>	(11,846)	\$ <u>(3,046)</u>
Fund balance, beginning of year		<u>45,375</u>	
Fund balance, end of year		\$ <u>33,529</u>	

MONTGOMERY COUNTY, ILLINOIS

**Coroner's Fund
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
Year ended November 30, 2010**

	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:			
Fees	\$ -	\$ <u>1,190</u>	\$ <u>1,190</u>
Total revenues	-	<u>1,190</u>	<u>1,190</u>
Expenditures:			
Other	-	-	-
Total expenditures	-	-	-
Net change in fund balance	\$ <u>-</u>	1,190	\$ <u>1,190</u>
Fund balance, beginning of year		-	
Fund balance, end of year		\$ <u>1,190</u>	

MONTGOMERY COUNTY, ILLINOIS

**Document Storage Fund
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
Year Ended November 30, 2010**

	Original and Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Interest	\$ 6,000	\$ 2,420	\$ (3,580)
Fees	<u>52,000</u>	<u>69,376</u>	<u>17,376</u>
Total revenues	<u>58,000</u>	<u>71,796</u>	<u>13,796</u>
Expenditures:			
Salaries	45,500	49,358	(3,858)
Health insurance	-	12,055	(12,055)
Document preparation	100,000	19,795	80,205
Office supplies	6,000	-	6,000
Other	100	-	100
Small equipment purchases	10,000	2,924	7,076
Capital outlay	<u>35,000</u>	<u>-</u>	<u>35,000</u>
Total expenditures	<u>196,600</u>	<u>84,132</u>	<u>112,468</u>
Net change in fund balance	\$ <u>(138,600)</u>	(12,336)	\$ <u>126,264</u>
Fund balance, beginning of year		<u>224,071</u>	
Fund balance, end of year		\$ <u>211,735</u>	

MONTGOMERY COUNTY, ILLINOIS

Victim Impact Fund
 Statement of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual
 Year Ended November 30, 2010

	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:			
Fees	\$ <u>1,250</u>	\$ <u>1,191</u>	\$ <u>(59)</u>
Total revenues	<u>1,250</u>	<u>1,191</u>	<u>(59)</u>
Expenditures:			
Other	<u>1,225</u>	<u>278</u>	<u>947</u>
Total expenditures	<u>1,225</u>	<u>278</u>	<u>947</u>
Net change in fund balance	\$ <u><u>25</u></u>	913	\$ <u><u>888</u></u>
Fund balance, beginning of year		<u>1,725</u>	
Fund balance, end of year		\$ <u><u>2,638</u></u>	

MONTGOMERY COUNTY, ILLINOIS

**Clerk Automation Fund
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
Year Ended November 30, 2010**

	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:			
Interest	\$ 270	\$ 185	\$ (85)
Fees	<u>15,000</u>	<u>13,975</u>	<u>(1,025)</u>
Total revenues	<u>15,270</u>	<u>14,160</u>	<u>(1,110)</u>
Expenditures:			
Software and other	<u>31,000</u>	<u>13,377</u>	<u>17,623</u>
Total expenditures	<u>31,000</u>	<u>13,377</u>	<u>17,623</u>
Net change in fund balance	\$ <u>(15,730)</u>	783	\$ <u>16,513</u>
Fund balance, beginning of year		<u>42,669</u>	
Fund balance, end of year		\$ <u>43,452</u>	

MONTGOMERY COUNTY, ILLINOIS

**County Court Fund
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
Year Ended November 30, 2010**

	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:			
Interest	\$ 9,000	\$ 4,388	\$ (4,612)
Fees	<u>70,000</u>	<u>57,889</u>	<u>(12,111)</u>
Total revenues	<u>79,000</u>	<u>62,277</u>	<u>(16,723)</u>
Expenditures:			
Salaries	16,320	11,379	4,941
Court ordered expenses	40,000	-	40,000
Court ordered counsel	20,000	-	20,000
Other	12,960	100	12,860
Small equipment purchases	5,000	1,183	3,817
Capital outlay	<u>7,500</u>	<u>-</u>	<u>7,500</u>
Total expenditures	<u>101,780</u>	<u>12,662</u>	<u>89,118</u>
Excess (deficiency) of revenues over expenditures	<u>(22,780)</u>	<u>49,615</u>	<u>72,395</u>
Other financing sources (uses):			
Transfers out	<u>(40,000)</u>	<u>(75,000)</u>	<u>(35,000)</u>
Total other financing sources (uses)	<u>(40,000)</u>	<u>(75,000)</u>	<u>(35,000)</u>
Net change in fund balance	\$ <u>(62,780)</u>	(25,385)	\$ <u>37,395</u>
Fund balance, beginning of year		<u>367,320</u>	
Fund balance, end of year		\$ <u>341,935</u>	

MONTGOMERY COUNTY, ILLINOIS

**Automation Fund
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
Year Ended November 30, 2010**

	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:			
Interest	\$ 3,200	\$ 3,015	\$ (185)
Fees	<u>52,000</u>	<u>68,504</u>	<u>16,504</u>
Total revenues	<u>55,200</u>	<u>71,519</u>	<u>16,319</u>
Expenditures:			
Salaries	5,000	-	5,000
Maintenance	21,000	14,833	6,167
Other	1,000	346	654
Small equipment purchases	25,000	3,300	21,700
Capital outlay	<u>40,000</u>	<u>-</u>	<u>40,000</u>
Total expenditures	<u>92,000</u>	<u>18,479</u>	<u>73,521</u>
Net change in fund balance	\$ <u>(36,800)</u>	53,040	\$ <u>89,840</u>
Fund balance, beginning of year		<u>272,847</u>	
Fund balance, end of year		\$ <u>325,887</u>	

MONTGOMERY COUNTY, ILLINOIS

County Drug Fund
 Statement of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual
 Year Ended November 30, 2010

	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:			
Interest	\$ -	\$ -	\$ -
Fees	<u>-</u>	<u>1,277</u>	<u>1,277</u>
Total revenues	<u>-</u>	<u>1,277</u>	<u>1,277</u>
Expenditures:			
Small equipment purchases	<u>-</u>	<u>648</u>	<u>(648)</u>
Total expenditures	<u>-</u>	<u>648</u>	<u>(648)</u>
Net change in fund balance	<u>\$ -</u>	629	<u>\$ 629</u>
Fund balance, beginning of year		<u>9,975</u>	
Fund balance, end of year		<u>\$ 10,604</u>	

MONTGOMERY COUNTY, ILLINOIS

Law Library Fund
 Statement of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual
 Year Ended November 30, 2010

	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:			
Interest	\$ 250	\$ 254	\$ 4
Fees	<u>15,000</u>	<u>20,337</u>	<u>5,337</u>
Total revenues	<u>15,250</u>	<u>20,591</u>	<u>5,341</u>
Expenditures:			
Contractual services	10,800	9,504	1,296
Other	<u>9,200</u>	<u>6,620</u>	<u>2,580</u>
Total expenditures	<u>20,000</u>	<u>16,124</u>	<u>3,876</u>
Net change in fund balance	\$ <u>(4,750)</u>	4,467	\$ <u>9,217</u>
Fund balance, beginning of year		<u>34,860</u>	
Fund balance, end of year		\$ <u>39,327</u>	

MONTGOMERY COUNTY, ILLINOIS

**Drug Test Fund
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
Year Ended November 30, 2010**

	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:			
Interest	\$ 100	\$ 38	\$ (62)
Fees	<u>9,500</u>	<u>11,357</u>	<u>1,857</u>
Total revenues	<u>9,600</u>	<u>11,395</u>	<u>1,795</u>
Expenditures:			
Other	<u>21,500</u>	<u>19,368</u>	<u>2,132</u>
Total expenditures	<u>21,500</u>	<u>19,368</u>	<u>2,132</u>
Net change in fund balance	\$ <u>(11,900)</u>	(7,973)	\$ <u>3,927</u>
Fund balance, beginning of year		<u>11,984</u>	
Fund balance, end of year		\$ <u>4,011</u>	

MONTGOMERY COUNTY, ILLINOIS

**Revolving Loan Fund
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
Year Ended November 30, 2010**

	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:			
Interest	\$ <u>6,000</u>	\$ <u>2,410</u>	\$ <u>(3,590)</u>
Total revenues	<u>6,000</u>	<u>2,410</u>	<u>(3,590)</u>
Expenditures:			
Other	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	\$ <u>6,000</u>	2,410	\$ <u>(3,590)</u>
Fund balance, beginning of year		<u>272,518</u>	
Fund balance, end of year		\$ <u>274,928</u>	

AGENCY FUNDS

MONTGOMERY COUNTY, ILLINOIS

Combining Statement of Changes in Assets and Liabilities
 Agency Funds
 November 30, 2010

	<u>Circuit Clerk's Fund</u>	<u>County Clerk's Fund</u>	<u>Emergency Management Agency Funds</u>
<u>Assets</u>			
Cash	\$ 1,072,456	\$ 72,097	\$ 120,636
Certificates of deposit	143,436	-	-
Accounts receivable	<u>-</u>	<u>-</u>	<u>-</u>
Total assets	\$ <u>1,215,892</u>	\$ <u>72,097</u>	\$ <u>120,636</u>
<u>Liabilities</u>			
Due to others	\$ 1,215,892	\$ 72,097	\$ -
Due to other funds	<u>-</u>	<u>-</u>	<u>120,636</u>
Total liabilities	\$ <u>1,215,892</u>	\$ <u>72,097</u>	\$ <u>120,636</u>

MONTGOMERY COUNTY, ILLINOIS

**Combining Statement of Changes in Assets and Liabilities
Agency Funds
November 30, 2010**

<u>Sheriff's Funds</u>	<u>State's Attorney Fund</u>	<u>Probation Fund</u>	<u>Township Motor Fuel Tax Fund</u>	<u>County Treasurer's Other Funds</u>	<u>Total</u>
\$ 109,672	\$ 616	\$ 817	\$ 452,072	\$ 353,189	\$ 2,181,555
-	-	-	-	-	143,436
<u>-</u>	<u>-</u>	<u>-</u>	<u>111,655</u>	<u>46,087</u>	<u>157,742</u>
\$ <u>109,672</u>	\$ <u>616</u>	\$ <u>817</u>	\$ <u>563,727</u>	\$ <u>399,276</u>	\$ <u>2,482,733</u>
\$ -	\$ -	\$ -	\$ 563,727	\$ 345,178	\$ 2,196,894
<u>109,672</u>	<u>616</u>	<u>817</u>	<u>-</u>	<u>54,098</u>	<u>285,839</u>
\$ <u>109,672</u>	\$ <u>616</u>	\$ <u>817</u>	\$ <u>563,727</u>	\$ <u>399,276</u>	\$ <u>2,482,733</u>

MONTGOMERY COUNTY, ILLINOIS

**Circuit Clerk's Funds
Statement of Changes in Assets and Liabilities
Year Ended November 30, 2010**

	<u>Balance December 1, 2009</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance November 30, 2010</u>
<u>Assets</u>				
Cash	\$ 744,690	\$ 3,301,115	\$ 2,973,349	\$ 1,072,456
Certificates of deposit	<u>143,339</u>	<u>97</u>	<u>-</u>	<u>143,436</u>
Total assets	\$ <u>888,029</u>	\$ <u>3,301,212</u>	\$ <u>2,973,349</u>	\$ <u>1,215,892</u>
<u>Liabilities</u>				
Deposits payable and due to others	\$ <u>888,029</u>	\$ <u>3,301,212</u>	\$ <u>2,973,349</u>	\$ <u>1,215,892</u>
Total liabilities	\$ <u>888,029</u>	\$ <u>3,301,212</u>	\$ <u>2,973,349</u>	\$ <u>1,215,892</u>

MONTGOMERY COUNTY, ILLINOIS

County Clerk's Funds
Statement of Changes in Assets and Liabilities
Year Ended November 30, 2010

	<u>Balance December 1, 2009</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance November 30, 2010</u>
<u>Assets</u>				
Cash	\$ <u>187,149</u>	\$ <u>1,513,256</u>	\$ <u>1,628,308</u>	\$ <u>72,097</u>
<u>Liabilities</u>				
Due to others	\$ <u>187,149</u>	\$ <u>1,513,256</u>	\$ <u>1,628,308</u>	\$ <u>72,097</u>

MONTGOMERY COUNTY, ILLINOIS

**Emergency Management Agency Funds
Statement of Changes in Assets and Liabilities
Year Ended November 30, 2010**

	<u>Balance December 1, 2009</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance November 30, 2010</u>
Revolving Fund - EMA:				
<u>Assets</u>				
Cash	\$ <u>286</u>	\$ <u>4,574</u>	\$ <u>4,306</u>	\$ <u>554</u>
<u>Liabilities</u>				
Due to other funds	\$ <u>286</u>	\$ <u>4,574</u>	\$ <u>4,306</u>	\$ <u>554</u>
Ambulance Fund:				
<u>Assets</u>				
Cash	\$ <u>120,251</u>	\$ <u>1,454,529</u>	\$ <u>1,454,698</u>	\$ <u>120,082</u>
<u>Liabilities</u>				
Due to other governmental agencies and others	\$ <u>120,251</u>	\$ <u>1,454,529</u>	\$ <u>1,454,698</u>	\$ <u>120,082</u>
Total Emergency Management Agency Funds:				
<u>Assets</u>				
Cash	\$ <u>120,537</u>	\$ <u>1,459,103</u>	\$ <u>1,459,004</u>	\$ <u>120,636</u>
<u>Liabilities</u>				
Due to other governmental agencies	\$ 120,251	\$ 1,454,529	\$ 1,454,698	\$ 120,082
Due to other funds	<u>286</u>	<u>4,574</u>	<u>4,306</u>	<u>554</u>
Total liabilities	\$ <u>120,537</u>	\$ <u>1,459,103</u>	\$ <u>1,459,004</u>	\$ <u>120,636</u>

MONTGOMERY COUNTY, ILLINOIS

Sheriff's Funds
Statement of Changes in Assets and Liabilities
Year Ended November 30, 2010

	<u>Balance December 1, 2009</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance November 30, 2010</u>
<u>Assets</u>				
Cash	\$ <u>103,905</u>	\$ <u>383,191</u>	\$ <u>377,424</u>	\$ <u>109,672</u>
<u>Liabilities</u>				
Due to other funds	\$ <u>103,905</u>	\$ <u>383,191</u>	\$ <u>377,424</u>	\$ <u>109,672</u>

MONTGOMERY COUNTY, ILLINOIS

State's Attorney Fund
Statement of Changes in Assets and Liabilities
Year Ended November 30, 2010

	<u>Balance December 1, 2009</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance November 30, 2010</u>
<u>Assets</u>				
Cash	\$ <u>664</u>	\$ <u>1,628</u>	\$ <u>1,676</u>	\$ <u>616</u>
<u>Liabilities</u>				
Due to other funds	\$ <u>664</u>	\$ <u>1,628</u>	\$ <u>1,676</u>	\$ <u>616</u>

MONTGOMERY COUNTY, ILLINOIS

Probation Fund
Statement of Changes in Assets and Liabilities
Year Ended November 30, 2010

	<u>Balance December 1, 2009</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance November 30, 2010</u>
<u>Assets</u>				
Cash	\$ <u>222</u>	\$ <u>3,261</u>	\$ <u>2,666</u>	\$ <u>817</u>
<u>Liabilities</u>				
Due to other funds	\$ <u>222</u>	\$ <u>3,261</u>	\$ <u>2,666</u>	\$ <u>817</u>

MONTGOMERY COUNTY, ILLINOIS

**Township Motor Fuel Tax Fund
Statement of Changes in Assets and Liabilities
Year Ended November 30, 2010**

	<u>Balance December 1, 2009</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance November 30, 2010</u>
<u>Assets</u>				
Cash	\$ 119,512	\$ 1,544,879	\$ 1,212,319	\$ 452,072
Receivables	<u>135,693</u>	<u>111,655</u>	<u>135,693</u>	<u>111,655</u>
Total assets	\$ <u>255,205</u>	\$ <u>1,656,534</u>	\$ <u>1,348,012</u>	\$ <u>563,727</u>
<u>Liabilities</u>				
Due to other funds	\$ 57,433	\$ -	\$ 57,433	\$ -
Due to other taxing units	<u>197,772</u>	<u>1,656,534</u>	<u>1,290,579</u>	<u>563,727</u>
Total liabilities	\$ <u>255,205</u>	\$ <u>1,656,534</u>	\$ <u>1,348,012</u>	\$ <u>563,727</u>

MONTGOMERY COUNTY, ILLINOIS

**County Treasurer's Other Funds
Statement of Changes in Assets and Liabilities
Year Ended November 30, 2010**

	<u>Balance December 1, 2009</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance November 30, 2010</u>
Clearing Accounts:				
<u>Assets</u>				
Cash	\$ 7,974	\$ 211,603	\$ 211,566	\$ 8,011
Receivable - State of Illinois	<u>10,105</u>	<u>35,982</u>	<u>-</u>	<u>46,087</u>
	\$ <u>18,079</u>	\$ <u>247,585</u>	\$ <u>211,566</u>	\$ <u>54,098</u>
 <u>Liabilities</u>				
Due to other funds	\$ <u>18,079</u>	\$ <u>247,585</u>	\$ <u>211,566</u>	\$ <u>54,098</u>
 Drainage District Funds:				
<u>Assets</u>				
Cash	\$ 229,622	\$ 68,948	\$ 30,709	\$ 267,861
Accrued interest	<u>261</u>	<u>-</u>	<u>261</u>	<u>-</u>
	\$ <u>229,883</u>	\$ <u>68,948</u>	\$ <u>30,970</u>	\$ <u>267,861</u>
 <u>Liabilities</u>				
Due to drainage districts	\$ <u>229,883</u>	\$ <u>68,948</u>	\$ <u>30,970</u>	\$ <u>267,861</u>
 Trustee Auction Escrow:				
<u>Assets</u>				
Cash	\$ <u>317</u>	\$ <u>3,428</u>	\$ <u>3,428</u>	\$ <u>317</u>
 <u>Liabilities</u>				
Due to others	\$ <u>317</u>	\$ <u>3,428</u>	\$ <u>3,428</u>	\$ <u>317</u>

MONTGOMERY COUNTY, ILLINOIS

**County Treasurer's Other Funds
Statement of Changes in Assets and Liabilities (Continued)
Year Ended November 30, 2010**

	<u>Balance December 1, 2009</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance November 30, 2010</u>
Inheritance Tax Fund:				
<u>Assets</u>				
Cash	\$ <u>9,994</u>	\$ <u>101,056</u>	\$ <u>101,001</u>	\$ <u>10,049</u>
<u>Liabilities</u>				
Due to other governmental agencies	\$ <u>9,994</u>	\$ <u>101,056</u>	\$ <u>101,001</u>	\$ <u>10,049</u>
Condemnation Suits Fund:				
<u>Assets</u>				
Cash	\$ <u>2,930</u>	\$ <u>10</u>	\$ <u>-</u>	\$ <u>2,940</u>
<u>Liabilities</u>				
Due to others	\$ <u>2,930</u>	\$ <u>10</u>	\$ <u>-</u>	\$ <u>2,940</u>
County Treasurer Escheats Fund:				
<u>Assets</u>				
Cash	\$ <u>57,421</u>	\$ <u>647</u>	\$ <u>-</u>	\$ <u>58,068</u>
<u>Liabilities</u>				
Due to others	\$ <u>57,421</u>	\$ <u>647</u>	\$ <u>-</u>	\$ <u>58,068</u>
Delinquent Property Fund:				
<u>Assets</u>				
Cash	\$ <u>16,423</u>	\$ <u>60</u>	\$ <u>11,800</u>	\$ <u>4,683</u>
<u>Liabilities</u>				
Due to others	\$ <u>16,423</u>	\$ <u>60</u>	\$ <u>11,800</u>	\$ <u>4,683</u>

MONTGOMERY COUNTY, ILLINOIS

**County Treasurer's Other Funds
Statement of Changes in Assets and Liabilities (Continued)
Year Ended November 30, 2010**

	Balance December 1, 2009	Additions	Deductions	Balance November 30, 2010
Collector's Funds:				
<u>Assets</u>				
Cash	\$ <u>947</u>	\$ <u>33,128,422</u>	\$ <u>33,128,109</u>	\$ <u>1,260</u>
<u>Liabilities</u>				
Due to taxing bodies	\$ <u>947</u>	\$ <u>33,128,422</u>	\$ <u>33,128,109</u>	\$ <u>1,260</u>
Total County Treasurer's Funds:				
<u>Assets</u>				
Cash	\$ 325,628	\$ 33,514,174	\$ 33,486,613	\$ 353,189
Accounts receivable	<u>10,366</u>	<u>35,982</u>	<u>261</u>	<u>46,087</u>
Total assets	\$ <u>335,994</u>	\$ <u>33,550,156</u>	\$ <u>33,486,874</u>	\$ <u>399,276</u>
<u>Liabilities</u>				
Due to taxing bodies	\$ 947	\$ 33,128,422	\$ 33,128,109	\$ 1,260
Due to drainage districts	229,883	68,948	30,970	267,861
Due to others	77,091	4,145	15,228	66,008
Due to other governmental agencies	9,994	101,056	101,001	10,049
Due to other funds	<u>18,079</u>	<u>247,585</u>	<u>211,566</u>	<u>54,098</u>
Total liabilities	\$ <u>335,994</u>	\$ <u>33,550,156</u>	\$ <u>33,486,874</u>	\$ <u>399,276</u>

OTHER SUPPLEMENTARY INFORMATION

MONTGOMERY COUNTY, ILLINOIS

Assessed Valuations, Rates and Extensions

	TAX YEAR			
	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>
Assessed Valuation	\$ <u>399,139,538</u>	\$ <u>364,485,430</u>	\$ <u>347,977,986</u>	\$ <u>325,357,955</u>
Tax Rates:				
General Corporate	.19779	.18588	.18680	.16905
I.M.R.F.	.18269	.19874	.22990	.21515
County Highway	.09768	.09191	.09254	.09836
Bridges	.04884	.04596	.04627	.04918
Federal Aid Matching	.04884	.04596	.04627	.04918
Public Health	.09767	.09192	.09254	.09836
Social Security	.08431	.07765	.07185	.13370
Tuberculosis	.02377	.02491	.02486	.02044
Liability Insurance	.08717	.08267	.07329	.07146
Senior Citizen's	.01833	.01921	.01725	.02275
Veterans Assistance	<u>.01833</u>	<u>.01839</u>	<u>.01851</u>	<u>.01353</u>
	<u>.90542</u>	<u>.88320</u>	<u>.90008</u>	<u>.94116</u>
Tax Extension:				
General Corporate	\$ 755,326	\$ 677,506	\$ 650,023	\$ 550,017
I.M.R.F.	697,678	724,415	800,001	700,007
County Highway	373,002	335,035	322,019	320,022
Bridges	186,501	167,517	161,009	160,011
Federal Aid Matching	186,501	167,517	161,009	160,011
Public Health	373,002	335,035	322,019	320,022
Social Security	321,987	283,023	250,022	435,004
Tuberculosis	90,802	90,830	86,508	66,503
Liability Insurance	332,878	301,320	255,033	232,501
Senior Citizen's	70,032	70,018	60,026	74,019
Veterans Assistance	<u>70,002</u>	<u>67,029</u>	<u>64,411</u>	<u>44,021</u>
	<u>\$ 3,457,711</u>	<u>\$ 3,219,245</u>	<u>\$ 3,132,080</u>	<u>\$ 3,062,138</u>

SINGLE AUDIT SECTION



PATTON & COMPANY P.C.

CERTIFIED PUBLIC ACCOUNTANTS

240 Springfield Road, PO Box 458, Hillsboro, IL 62049

217 / 532-3825 Fax 217 / 532-9393 patton1@consolidated.net

R.M. Patton
Amy M. Hunt
Kyle L. Putnam

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*

Honorable Members of Montgomery County Board
Hillsboro, Illinois:

We have audited the financial statements of the governmental activities, each major fund and the aggregate remaining fund information of Montgomery County, Illinois, as of and for the year ended November 30, 2010, which collectively comprise Montgomery County, Illinois', basic financial statements and have issued our report thereon dated April 8, 2011. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered Montgomery County, Illinois', internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Montgomery County, Illinois', internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of Montgomery County, Illinois', internal control over financial reporting.

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

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

Compliance and Other Matters

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

We noted certain other matters that we reported to management of Montgomery County, Illinois, in a separate letter dated April 8, 2011.

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


April 8, 2011



PATTON & COMPANY P.C.

CERTIFIED PUBLIC ACCOUNTANTS

240 Springfield Road, PO Box 458, Hillsboro, IL 62049

217 / 532-3825 Fax 217 / 532-9393 patton1@consolidated.net

R.M. Patton
Amy M. Hunt
Kyle L. Putnam

Report on Compliance with Requirements Applicable to Each Major Program and on Internal Control Over Compliance in Accordance with OMB Circular A-133

Honorable Members of Montgomery County Board
Hillsboro, Illinois:

Compliance

We have audited the compliance of Montgomery County, Illinois, with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) Circular A-133 *Compliance Supplement* that are applicable to each of its major federal programs for the year ended November 30, 2010. Montgomery County, Illinois', major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of Montgomery County, Illinois', management. Our responsibility is to express an opinion on Montgomery County, Illinois', compliance based on our audit.

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

In our opinion, Montgomery County, Illinois, complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended November 30, 2010.

Internal Control Over Compliance

The management of Montgomery County, Illinois, is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered Montgomery County, Illinois', internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of Montgomery County, Illinois', internal control over compliance.

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

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

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



April 8, 2011

MONTGOMERY COUNTY, ILLINOIS

**Schedule of Expenditures of Federal Awards
Year Ended November 30, 2010**

<u>Federal Grantor/Pass Through Grantor/ Program or Cluster Title</u>	<u>Federal CFDA Number</u>	<u>Pass through Entity Identifying Number</u>	<u>Grant Period</u>	<u>Total Federal Expenditures</u>
Major Programs:				
U.S. Department of Agriculture				
Illinois Department of Human Services				
Special Supplemental Nutrition Program for				
Women, Infants, and Children	10.557	10CM001476	7/1/10-6/30/11	\$ 62,000
	10.557	10CL001476	7/1/09-6/30/10	92,257
	10.557	10CL001476	7/1/09-6/30/10	<u>383,029</u>
Total major programs				\$ <u>537,286</u>
Nonmajor Programs:				
U.S. Department of Health and Human Services				
Illinois Department of Human Services				
Prevention and Treatment of Substance				
Abuse Block Grant	93.959	10CM001476	7/1/10-6/30/11	\$ 37,652
	93.959	10CL001476	7/1/09-6/30/10	<u>66,416</u>
				\$ <u>104,068</u>
U.S. Department of Education				
Office of Safe and Drug-Free Schools				
Illinois Department of Human Services				
Drug-Free Schools	84.186	10CL001476	7/1/09-6/30/10	\$ 2,205
	84.186	10CM001476	7/1/10-6/30/11	<u>1,428</u>
				\$ <u>3,633</u>
U.S. Department of Health and Human Services				
Illinois Department of Human Services				
Social Services Block Grant	93.667	10CL001476	7/1/09-6/30/10	\$ <u>4,000</u>
Environmental Protection Agency				
Illinois Department of Public Health				
Performance Partnership Grants	66.605			\$ <u>250</u>
U.S. Department of Health and Human Services				
Illinois Department of Public Health				
Center for Disease Control and Prevention -				
Investigations and Technical Assistance-				
Breast and Cervical Cancer Screening				
Program	93.283	16180024		\$ 30,494
		06180022		<u>66,389</u>
				\$ <u>96,883</u>

See accompanying notes to schedule of expenditures of federal awards.

MONTGOMERY COUNTY, ILLINOIS

**Schedule of Expenditures of Federal Awards
Year Ended November 30, 2010**

<u>Federal Grantor/Pass Through Grantor/ Program or Cluster Title</u>	<u>Federal CFDA Number</u>	<u>Pass through Entity Identifying Number</u>	<u>Grant Period</u>	<u>Total Federal Expenditures</u>
Nonmajor Programs, continued				
U.S. Department of Health and Human Services	93.069	07181282		\$ 72,390
Illinois Department of Public Health		07181187		1,361
Emergency Preparedness		07181065		42,972
		07181187		<u>9,818</u>
				\$ <u>126,541</u>
U.S. Department of Health and Human Services				
Title III B				
Grants for Supportive Services				
and Senior Citizens				
	93.044	CC02-11B	11/1/10-10/31/11	\$ 94
	93.044	CC02-11A	11/1/10-10/31/11	462
	93.044	CC02-10B	11/1/09-10/31/10	473
	93.044	CC02-10A	11/1/09-10/31/10	2,334
	93.044	AA02-11	10/1/10-09/30/11	583
	93.044	AA02-10	10/1/09-09/30/10	<u>2,917</u>
				\$ <u>6,863</u>
Title VII				
Chapter 3 Programs for Prevention of				
Elder Abuse, Neglect and Exploitation				
	93.041	MT02-11	10/1/10-9/30/11	\$ 500
	93.041	MT02-10	10/1/09-9/30/10	<u>2,500</u>
				\$ <u>3,000</u>
U.S. Department of Health and Human Services				
Illinois Department of Human Services				
Block Grant for Community Mental				
Health Services				
	93.958	10CL001476	7/1/09-6/30/10	\$ <u>14,344</u>
U.S. Department of Health and Human Services				
Illinois Department of Public Health				
American Recovery and Reinvestment Act				
	93.712	05180373		\$ <u>18,000</u>

See accompanying notes to schedule of expenditures of federal awards.

MONTGOMERY COUNTY, ILLINOIS

Schedule of Expenditures of Federal Awards
Year Ended November 30, 2010

<u>Federal Grantor/Pass Through Grantor/ Program or Cluster Title</u>	<u>Federal CFDA Number</u>	<u>Pass through Entity Identifying Number</u>	<u>Grant Period</u>	<u>Total Federal Expenditures</u>
Nonmajor Programs, continued				
U.S. Department of Homeland Security Illinois Emergency Management Agency Emergency Management Performance Grants	97.042		10/1/09-9/30/10	\$ <u>22,511</u>
U.S. Department of Health and Human Services Voting Access for Individuals with Disabilities	93.617		7/1/09-6/30/10	\$ <u>2,745</u>
U.S. Department of Homeland Security Illinois Emergency Management Agency Hazard Mitigation Grant	97.039		12/1/09-11/30/10	\$ <u>4,182</u>
U.S. Department of Homeland Security Homeland Security Grant Programs	97.067		9/1/08-12/31/10 8/1/09-12/31/11	\$ 7,614 <u>639</u> \$ <u>8,253</u>
U.S. Election Assistance Commission Help America Vote Act Requirement Payments	90.401		7/1/10-6/30/11	\$ <u>8,690</u>
Total nonmajor programs				\$ <u>423,963</u>
Total federal expenditures				\$ <u>961,249</u>

See accompanying notes to schedule of expenditures of federal awards.

MONTGOMERY COUNTY, ILLINOIS

Schedule of Findings and Questioned Costs
Year Ended November 30, 2010

Section I - Summary of Auditors' Results

November 30, 2010 Financial Statements

- (1) Type of Auditor's Report issued: Unqualified
- (2) Internal control over financial reporting:
.Material weakness(es) identified? Yes No
.Reportable condition(s) identified that are not considered to be material weaknesses? Yes None reported
- (3) Noncompliance material to financial statements noted Yes No
- (4) Federal Awards
Internal control over major programs:
.Material weakness(es) identified? Yes No
.Reportable condition(s) identified that are not considered to be material weaknesses? Yes None reported
- (5) Type of Auditor's Report issued on compliance for major programs: Unqualified
- (6) Any audit findings disclosed that are required to be reported in accordance with section 510(a) of Circular A-133 Yes No
- (7) Identification of major programs:

	CFDA	
	<u>Number(s)</u>	<u>Name of Federal Program or Cluster</u>
	10.557	Special Supplemental Nutrition Program for Women, Infants and Children
- (8) Dollar threshold used to distinguish between type A and type B programs: \$300,000
- (9) Auditee qualified as low-risk auditee? Yes No

MONTGOMERY COUNTY, ILLINOIS

**Schedule of Findings and Questioned Costs
Year Ended November 30, 2010**

Section II - Financial Statements Findings

No matters were reported.

Section III - Federal Award Findings and Questioned Costs

No matters were reported.

Section N - Prior Audit Findings

No matters were reported.

MONTGOMERY COUNTY, ILLINOIS

**Notes to Schedule of Expenditures of Federal Awards
Year Ended November 30, 2010**

Note 1 - Basis of Presentation:

The accompanying schedule of expenditures of federal awards includes the federal grant activity of Montgomery County, Illinois, and is presented on the accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of the basic financial statements.

Note 2 - Insurance:

The County had no federal insurance coverage outstanding at year end.

Note 3 - Loan or Loan Guarantees:

The County had no loan or loan guarantees outstanding at year end.

Note 4 - Payments to Subrecipients

No amounts were provided to subrecipients for the year ended November 30, 2010.

