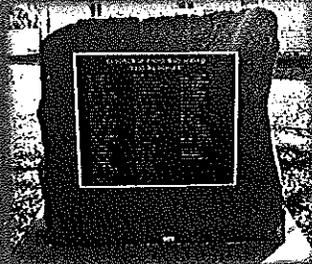
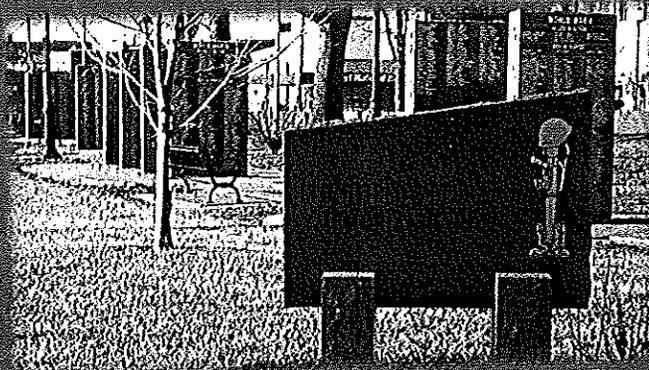
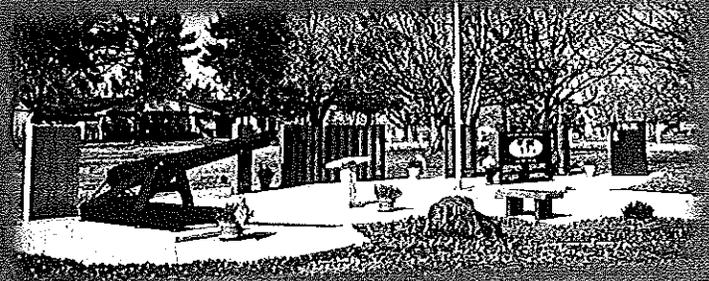
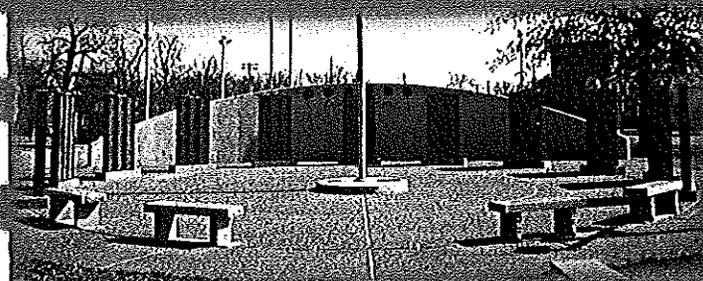
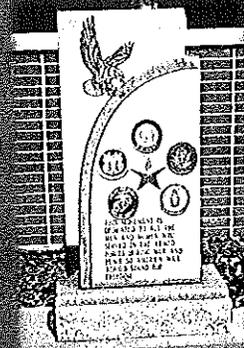
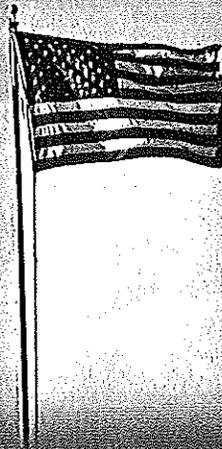
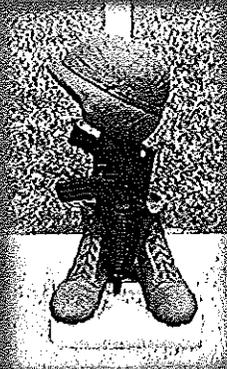
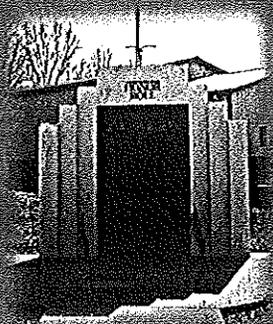


Montgomery County, Illinois Annual Financial Report The Fiscal Year 2011



VETERANS' MEMORIALS OF MONTGOMERY COUNTY

MONTGOMERY COUNTY, ILLINOIS

Annual Financial Report

November 30, 2011

PATTON & COMPANY, P.C.

Certified Public Accountants

MONTGOMERY COUNTY, ILLINOIS

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MONTGOMERY COUNTY, ILLINOIS

Elected Officials and Board Members

November 30, 2011

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:

Nikki Bishop

Edward Helgen

Mary Bathurst

Gene Miles

George Blankenship

Jim Moore

Terry Bone, Vice-Chairman

Frank Komor

Bonnie Branum

Roy Hertel

Ronald Deabenderfer

Sharon Kuchar

Jarod Hitchings

Dennis Williams

Robert Durbin

Mike Plunkett, Chairman

Connie Beck

Scott Merano

Richard Wendel

Chuck Graden

Joe Gasparich

PATTON & COMPANY, P.C.

Certified Public Accountants

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

(217) 532-3825
Fax (217) 532-9393
patton1@consolidated.net

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, 2011, 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 have also audited the financial statements of each of the County's nonmajor governmental funds and fiduciary funds presented as supplementary information in the accompanying combining and individual fund financial statements as of and for the year ended November 30, 2011, as listed in the table of contents. These financial statements are the responsibility of Montgomery County, Illinois' management. Our responsibility is to express opinions on the 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 2, 2012, 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 addition, in our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of each nonmajor governmental and fiduciary fund of Montgomery County, Illinois, as of November 30, 2011, and the respective changes in financial position and cash flows, where applicable, thereof, for the year then ended in conformity with the accounting principles generally accepted in the United States of America.

As described in Note 1 to the financial statements, the County adopted the provisions of GASB Statement No. 54, *Fund Balance and Governmental Fund Type Definitions*.

In accordance with *Government Auditing Standards*, we have also issued our report dated April 2, 2012, 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 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 schedule of expenditures of federal awards is the responsibility of management and was derived from and relates 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.



April 2, 2012

MANAGEMENT'S DISCUSSION AND ANALYSIS

MONTGOMERY COUNTY, ILLINOIS

Management's Discussion and Analysis November 30, 2011

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 \$25,434,625 (net assets). Of this amount, \$7,788,864 (unrestricted net assets) may be used to meet the government's ongoing obligations to citizens and creditors.
- Government-wide, Montgomery County had \$16,235,519 in expenses. These were offset with \$2,898,369 of charges for services (user fees) and \$3,488,256 of intergovernmental revenues. This left a balance of \$9,848,894 in expenses to be covered by general revenue sources. General revenues including property taxes, sales taxes, income taxes, and other income sources were \$7,539,745 government-wide.
- At the end of the current fiscal year, unreserved fund balance for the General Fund was \$4,746,079 or 65% 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, 2011

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, Township Bridge Program 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, 2011

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 \$25,434,625 as of November 30, 2011.

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

	Governmental Activities	
	<u>2011</u>	<u>2010</u>
Assets:		
Current assets	\$ 12,493,913	\$ 14,283,658
Capital assets	<u>14,209,091</u>	<u>14,738,999</u>
Total assets	<u>26,703,004</u>	<u>29,022,657</u>
Liabilities:		
Current liabilities	997,379	1,013,883
Other liabilities	<u>271,000</u>	<u>265,000</u>
Total liabilities	<u>1,268,379</u>	<u>1,278,883</u>
Net assets:		
Invested in capital assets, net of related debt	14,209,091	14,738,999
Restricted	3,436,670	638,663
Unrestricted	<u>7,788,864</u>	<u>12,366,112</u>
Total net assets	<u>\$ 25,434,625</u>	<u>\$ 27,743,774</u>

Current Year Impacts

The County's combined net assets (which is the County's bottom line) decreased \$2,309,149 to \$25,434,625 from \$27,743,774 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 \$7,788,864.

MONTGOMERY COUNTY, ILLINOIS

**Management's Discussion and Analysis
November 30, 2011**

Governmental activities decreased the net assets by \$2,309,149. Key elements of the decrease are as follows:

	Governmental Activities	
	<u>2011</u>	<u>2010</u>
Revenues:		
Program revenues:		
Charges for service	\$ 2,898,369	\$ 2,896,636
Operating grants and contributions	3,488,256	2,672,510
General revenues:		
Property taxes	3,767,702	3,549,557
Sales taxes	1,022,170	985,553
Income and replacement taxes	1,031,902	882,446
Inheritance and real estate transfer tax	195,643	206,525
Motor fuel tax	722,077	710,281
Investment income	183,936	266,403
Other revenue	<u>616,315</u>	<u>622,951</u>
Total revenues	<u>13,926,370</u>	<u>12,792,862</u>
Expenses:		
General government	5,496,938	4,700,329
Judiciary and court related	1,913,350	1,614,363
Public safety	2,993,576	2,943,178
Public health and welfare	2,951,582	3,098,915
Transportation	<u>2,880,073</u>	<u>2,473,271</u>
Total expenses	<u>16,235,519</u>	<u>14,830,056</u>
Changes in net assets	(2,309,149)	(2,037,194)
Beginning net assets	<u>27,743,774</u>	<u>29,780,968</u>
Ending net, assets	\$ <u>25,434,625</u>	\$ <u>27,743,774</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, 2011

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 \$6,739,494. 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, 2011, amounts to \$14,209,091. Investments in capital assets include land, building and structures, equipment, technology and equipment, and infrastructure. Net capital assets decreased by \$529,908 in fiscal year 2011.

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	\$ 6,711,694	\$ 7,140,281	\$ 428,587
Expenditures	<u>9,235,154</u>	<u>7,246,273</u>	<u>1,988,881</u>
Excess of revenues over expenditures	(2,523,460)	(105,992)	2,417,468
Other financing sources	<u>40,000</u>	<u>40,000</u>	<u>-</u>
Net change in fund balance	\$ <u>(2,483,460)</u>	\$ <u>(65,992)</u>	\$ <u>2,417,468</u>

General Fund revenues were \$428,587 higher than the final budget.

MONTGOMERY COUNTY, ILLINOIS

Management's Discussion and Analysis November 30, 2011

	<u>Budget</u>	<u>Actual</u>	<u>Change</u>
Taxes	\$ 2,675,850	\$ 2,962,592	\$ 286,742
Investment income	172,500	123,492	(49,008)
Fines and fees	1,772,300	1,829,863	57,563
Licenses	65,200	61,533	(3,667)
Other	1,353,710	1,352,073	(1,637)
Reimbursed expenditures	<u>672,134</u>	<u>810,728</u>	<u>138,594</u>
Total revenues	<u>\$ 6,711,694</u>	<u>\$ 7,140,281</u>	<u>\$ 428,587</u>

General Fund actual expenditures were \$1,988,881 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 2012 (December 1, 2011 through November 30, 2012):

- The year 2011 unemployment rate for Montgomery County was 12.5%, higher than the state-wide average of 9.8%.
- 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 2011 increased 3.2% above the previous year.
- Benefits costs increased, especially costs of health coverage for County employees.

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, 2011

	<u>Governmental Activities</u>
Assets	
Cash	\$ 10,244,007
Investments - certificates of deposit	300,000
Receivables:	
State of Illinois	1,107,380
Accounts	471,593
Other	281,612
Notes	89,321
Capital assets:	
Land and improvements	197,908
Other capital assets, net of depreciation	<u>14,011,183</u>
Total assets	<u>26,703,004</u>
Liabilities	
Accounts payable and accrued expenses	976,881
Deferred revenue	498
Accrued compensated absences	20,000
Noncurrent liabilities:	
Compensated absences	<u>271,000</u>
Total liabilities	<u>1,268,379</u>
Net assets	
Invested in capital assets, net of related debt	14,209,091
Restricted:	
Highway	3,159,934
Revolving Loan	276,736
Unrestricted	<u>7,788,864</u>
Total net assets	<u>\$ 25,434,625</u>

See notes to financial statements.

MONTGOMERY COUNTY, ILLINOIS

Statement of Activities
 Governmental Activities
 Year ended November 30, 2011

		<u>Program Revenues</u>			<u>Net (Expense)</u>
		<u>Charges</u>	<u>Operating</u>	<u>Capital</u>	<u>Revenue and</u>
		<u>for</u>	<u>Grants and</u>	<u>Grants and</u>	<u>Changes</u>
	<u>Expenses</u>	<u>Services</u>	<u>Contributions</u>	<u>Contributions</u>	<u>In Net Assets</u>
					<u>Governmental</u>
					<u>Activities</u>
Governmental activities:					
General government	\$ 5,496,938	\$ 575,112	\$ 469,318	\$ 48,767	\$ (4,403,741)
Judiciary and court related	1,913,350	1,419,965	415,211	-	(78,174)
Public safety	2,993,576	690,985	31,979	-	(2,270,612)
Health and welfare	2,951,582	212,307	2,101,686	-	(637,589)
Transportation	<u>2,880,073</u>	<u>-</u>	<u>421,295</u>	<u>-</u>	<u>(2,458,778)</u>
Total governmental activities	<u>\$ 16,235,519</u>	<u>\$ 2,898,369</u>	<u>\$ 3,439,489</u>	<u>\$ 48,767</u>	<u>(9,848,894)</u>
General revenues:					
Taxes:					
Property					3,767,702
Sales					1,022,170
Income and replacement					1,031,902
Inheritance and real estate transfer					195,643
Motor fuel					722,077
Investment income					183,936
Other					<u>616,315</u>
Total general revenues					<u>7,539,745</u>
Change in net assets					(2,309,149)
Net assets, beginning of year					<u>27,743,774</u>
Net asset, ending					<u>\$ 25,434,625</u>

See notes to financial statements.

MONTGOMERY COUNTY, ILLINOIS

**Balance Sheet
Governmental Funds
November 30, 2011**

	<u>General Fund</u>	<u>Public Health Fund</u>	<u>IMRF Fund</u>
Assets			
Cash	\$ 3,595,891	\$ 822,501	\$ 340,612
Investments - certificates of deposit	300,000	-	-
Accounts receivable	198,859	6,703	-
Due from other governmental agencies:			
State of Illinois	613,425	449,071	-
Other governmental agencies	13,869	-	-
Due from other funds	468,851	1,954	3,495
Interest receivable	1,313	-	-
Notes receivable	-	-	-
	<u>\$ 5,192,208</u>	<u>\$ 1,280,229</u>	<u>\$ 344,107</u>
Liabilities and Fund Balances			
Liabilities:			
Due to other funds	\$ 205,251	\$ 99,908	\$ -
Accounts payable and accrued expenses	240,878	144,226	92,501
Deferred revenue	-	498	-
	<u>446,129</u>	<u>244,632</u>	<u>92,501</u>
Fund Balances:			
Restricted	-	-	251,606
Committed	880,000	-	-
Assigned	-	1,035,597	-
Unassigned	<u>3,866,079</u>	<u>-</u>	<u>-</u>
	<u>4,746,079</u>	<u>1,035,597</u>	<u>251,606</u>
Total liabilities and fund balances	<u>\$ 5,192,208</u>	<u>\$ 1,280,229</u>	<u>\$ 344,107</u>

See notes to financial statements.

MONTGOMERY COUNTY, ILLINOIS

Balance Sheet
Governmental Funds
November 30, 2011

<u>Employees Insurance Fund</u>	<u>County Motor Fuel Tax Fund</u>	<u>Federal Aid Matching</u>	<u>Township Bridge Program Fund</u>	<u>Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
\$ 57,814	\$ 532,381	\$ 748,058	\$ 382,249	\$ 3,764,501	\$ 10,244,007
-	-	-	-	-	300,000
-	-	50,528	-	215,503	471,593
-	44,884	-	-	-	1,107,380
-	-	-	-	-	13,869
319,868	-	977	-	5,160	800,305
-	-	-	-	-	1,313
-	-	-	-	89,321	89,321
<u>\$ 377,682</u>	<u>\$ 577,265</u>	<u>\$ 799,563</u>	<u>\$ 382,249</u>	<u>\$ 4,074,485</u>	<u>\$ 13,027,788</u>
\$ -	\$ -	\$ -	\$ -	\$ 228,716	\$ 533,875
121,000	18,718	-	241,990	117,568	976,881
-	-	-	-	-	498
<u>121,000</u>	<u>18,718</u>	<u>-</u>	<u>241,990</u>	<u>346,284</u>	<u>1,511,254</u>
-	558,547	799,563	140,259	1,283,835	3,033,810
-	-	-	-	-	880,000
256,682	-	-	-	2,445,282	3,737,561
-	-	-	-	(916)	3,865,163
<u>256,682</u>	<u>558,547</u>	<u>799,563</u>	<u>140,259</u>	<u>3,728,201</u>	<u>11,516,534</u>
<u>\$ 377,682</u>	<u>\$ 577,265</u>	<u>\$ 799,563</u>	<u>\$ 382,249</u>	<u>\$ 4,074,485</u>	<u>\$ 13,027,788</u>

MONTGOMERY COUNTY, ILLINOIS

Reconciliation of Fund Balances of Governmental Funds to the
Governmental Activities in the Statement of Net Assets
November 30, 2011

Fund balances of the governmental funds	\$ 11,516,534
Amounts reported for governmental activities in the statement of net assets are different because:	
Capital assets used in governmental activities of \$40,449,446, net of accumulated depreciation of \$26,240,355 are not financial resources and, therefore, are not reported in the funds.	14,209,091
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.	(291,000)
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.	<u> -</u>
Net assets of governmental activities	\$ <u>25,434,625</u>

See notes to financial statements.

MONTGOMERY COUNTY, ILLINOIS

**Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
November 30, 2011**

	<u>General Fund</u>	<u>Public Health Fund</u>	<u>IMRF Fund</u>
Revenues:			
Taxes	\$ 2,962,592	\$ 415,670	\$ 743,755
Intergovernmental	859,495	2,101,686	1,384
Fines and fees	1,829,863	212,307	-
Interest	123,492	7,605	5,100
Miscellaneous	1,303,306	6,045	-
Licenses and fees	61,533	-	-
Charges for services	-	-	-
Total revenues	<u>7,140,281</u>	<u>2,743,313</u>	<u>750,239</u>
Expenditures:			
Current:			
General government	2,955,006	-	1,204,414
Public safety	2,405,296	-	-
Health and welfare	-	2,770,506	-
Transportation	-	-	-
Judiciary and court related	1,323,000	-	-
Capital outlay	<u>562,971</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>7,246,273</u>	<u>2,770,506</u>	<u>1,204,414</u>
Excess (deficiency) of revenues over expenditures	<u>(105,992)</u>	<u>(27,193)</u>	<u>(454,175)</u>
Other financing sources (uses):			
Transfers in	40,000	-	-
Transfers out	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>40,000</u>	<u>-</u>	<u>-</u>
Net change in fund balances	(65,992)	(27,193)	(454,175)
Fund balances, beginning of year	<u>4,812,071</u>	<u>1,062,790</u>	<u>705,781</u>
Fund balances, end of year	<u>\$ 4,746,079</u>	<u>\$ 1,035,597</u>	<u>\$ 251,606</u>

See notes to financial statements.

MONTGOMERY COUNTY, ILLINOIS

Statement of Revenues, Expenditures and Changes in Fund Balances
 Governmental Funds
 November 30, 2011

<u>Employees Insurance Fund</u>	<u>County Motor Fuel Tax Fund</u>	<u>Federal Aid Matching</u>	<u>Township Bridge Program Fund</u>	<u>Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
\$ -	\$ 722,077	\$ 207,836	\$ -	\$ 1,687,564	\$ 6,739,494
-	-	-	371,934	153,757	3,488,256
-	-	-	-	-	2,042,170
1,351	5,963	7,799	279	32,347	183,936
-	-	102,788	-	404,176	1,816,315
-	-	-	-	-	61,533
-	-	-	-	794,666	794,666
<u>1,351</u>	<u>728,040</u>	<u>318,423</u>	<u>372,213</u>	<u>3,072,510</u>	<u>15,126,370</u>
110,142	-	-	-	1,040,476	5,310,038
-	-	-	-	432,656	2,837,952
-	-	-	-	121,868	2,892,374
-	808,156	288,603	251,990	840,834	2,189,583
-	-	-	-	443,539	1,766,539
-	-	-	-	140,154	703,125
<u>110,142</u>	<u>808,156</u>	<u>288,603</u>	<u>251,990</u>	<u>3,019,527</u>	<u>15,699,611</u>
(108,791)	(80,116)	29,820	120,223	52,983	(573,241)
-	-	-	-	-	40,000
-	-	-	-	(40,000)	(40,000)
-	-	-	-	(40,000)	-
(108,791)	(80,116)	29,820	120,223	12,983	(573,241)
<u>365,473</u>	<u>638,663</u>	<u>769,743</u>	<u>20,036</u>	<u>3,715,218</u>	<u>12,089,775</u>
\$ <u>256,682</u>	\$ <u>558,547</u>	\$ <u>799,563</u>	\$ <u>140,259</u>	\$ <u>3,728,201</u>	\$ <u>11,516,534</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, 2011

Net change in fund balances - total governmental funds \$ (573,241)

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	\$ 703,125	
Depreciation	<u>(1,233,033)</u>	
Excess of depreciation over capital outlay		(529,908)

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		(6,000)
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Principal repayment on the coal rights note		<u>(1,200,000)</u>
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Change in net assets of governmental activities		\$ <u>(2,309,149)</u>
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See notes to financial statements.

MONTGOMERY COUNTY, ILLINOIS

Statement of Fiduciary Net Assets
Agency Funds
November 30, 2011

Assets	
Cash	\$ 1,499,136
Investments	143,506
Accounts receivable	<u>117,878</u>
Total assets	\$ <u>1,760,520</u>
Liabilities	
Due to others	\$ 1,494,090
Due to other funds	<u>266,430</u>
Total liabilities	\$ <u>1,760,520</u>

See notes to financial statements.

NOTES TO THE FINANCIAL STATEMENTS

MONTGOMERY COUNTY, ILLINOIS

Notes to Financial Statements November 30, 2011

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, 2011

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.

Township Bridge Program Fund - This fund is used to account for maintenance of Township bridges from state and federal funds.

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, 2011

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.

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:

MONTGOMERY COUNTY, ILLINOIS

Notes to Financial Statements November 30, 2011

Note 1 - Summary of Significant Accounting Policies, continued

- 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.

I.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.

MONTGOMERY COUNTY, ILLINOIS

Notes to Financial Statements
November 30, 2011

Note 1 - Summary of Significant Accounting Policies, continued

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.

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

MONTGOMERY COUNTY, ILLINOIS

Notes to Financial Statements
November 30, 2011

Note 1 - Summary of Significant Accounting Policies, continued

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.

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

During the year ended November 30, 2011, the County early adopted the provisions GASB Statement No. 54, *Fund Balance and Governmental Fund Type Definitions*.

MONTGOMERY COUNTY, ILLINOIS

Notes to Financial Statements November 30, 2011

Note 1 - Summary of Significant Accounting Policies, continued

This statement establishes fund balance classifications that comprise a hierarchy based primarily on the extent to which a government is bound to observe constraints imposed upon the use of the resources reported in governmental funds. The County reports the following fund balance classifications in accordance with the provisions of the statement:

Nonspendable Fund Balance - The nonspendable fund balance classification includes amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact. The County reports its prepaid expenses in this classification.

Restricted Fund Balance - The restricted fund balance classification includes amounts that are restricted to specific purposes. Fund balances are reported as restricted when constraints placed on the use of resources are either:

- a. Externally imposed by creditors (such as through debt covenants), grantors contributors, or laws or regulations of other governments; or
- b. Imposed by law through constitutional provisions or enabling legislation.

Committed Fund Balance - The committed fund balance classification includes amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the County's highest level of decision-making authority.

Assigned Fund Balance - The assigned fund balance classification includes amounts that are constrained by the County's intent to be used for specific purposes, but are neither restricted nor committed.

Unassigned Fund Balance - The unassigned fund balance classification includes amounts that have not been assigned to other funds and that have not been restricted, committed, or assigned to specific purposes within the General Fund.

The County's policy is to spend restricted fund balance before spending unrestricted fund balance when an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available except for instances where a County budget resolution specifies the fund balance.

The County's policy is that committed and assigned fund balances are considered to have been spent before unassigned balances have been spent when an expenditure is incurred for purposes for which amounts in any of those unrestricted fund balance classifications could be used except for instances where a County budget ordinance specifies the fund balance.

MONTGOMERY COUNTY, ILLINOIS

Notes to Financial Statements November 30, 2011

Note 1 - Summary of Significant Accounting Policies, continued

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, and permits. Capital grant for courthouse improvements.
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.
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:

- a. Interfund loans - Amounts provided with a requirement for repayment are reported as interfund receivables and payables.
- b. Interfund services - Sales or purchases of goods and services between funds are reported as revenues and expenditures/expenses.
- c. 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.
- d. Interfund transfers - Flow of assets from one fund to another where repayment is not expected are reported as transfers in and out.

MONTGOMERY COUNTY, ILLINOIS

Notes to Financial Statements November 30, 2011

Note 1 - Summary of Significant Accounting Policies, continued

Government-Wide Financial Statements

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

- a. 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.
- b. 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.

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 2011 represents collections of the 2010 taxes. Real property taxes for the 2011 levy will be collected in and are intended to finance the 2012 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 9, 2010. The assessed valuation for 2010 was \$401,465,838.

MONTGOMERY COUNTY, ILLINOIS

Notes to Financial Statements November 30, 2011

Note 1 - Summary of Significant Accounting Policies, continued

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

	<u>2010 Tax Rate</u>
General Corporate	.202500
I.M.R.F.	.178820
County Highway	.100000
Bridges	.050000
Federal Aid Matching	.050000
Public Health	.100000
Social Security	.114030
Tuberculosis	.023540
Liability Insurance	.090190
Senior Citizens	.019650
Veteran's Assistance	<u>.019050</u>
	<u>.947780</u>

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, 2011, was \$291,000.

MONTGOMERY COUNTY, ILLINOIS

Notes to Financial Statements
November 30, 2011

Note 1 - Summary of Significant Accounting Policies, continued

1.K. Subsequent Events

The County has evaluated subsequent events through April 2, 2012, 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.

Deposits and Custodial Credit Risk

At November 30, 2011, the carrying value of the County's deposits, net of outstanding checks including certificates of deposit, totaled \$12,184,469 and the bank balances totaled \$12,360,427. Of this balance \$1,337,649, was insured by the Federal Deposit Insurance Corporation (FDIC) and \$11,022,778, 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, 2011, the County's deposits were as follows:

Governmental Funds	\$ 10,544,007
Agency Funds	<u>1,642,642</u>
	<u>\$ 12,186,649</u>

MONTGOMERY COUNTY, ILLINOIS

**Notes to Financial Statements
November 30, 2011**

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, 2011, was as follows:

	<u>Balance December 1, 2010</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance November 30, 2011</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	10,958,422	288,559	-	11,246,981
Vehicles	1,435,339	102,779	86,359	1,451,759
Equipment	2,009,623	311,787	-	2,321,410
Infrastructure	<u>25,231,388</u>	<u>-</u>	<u>-</u>	<u>25,231,388</u>
Total depreciable assets	<u>39,634,772</u>	<u>703,125</u>	<u>86,359</u>	<u>40,251,538</u>
Less accumulated depreciation for:				
Buildings and building improvements	4,869,141	277,608	-	5,146,749
Vehicles	1,149,011	136,757	86,359	1,199,409
Equipment	1,389,530	204,884	-	1,594,414
Infrastructure	<u>17,685,999</u>	<u>613,784</u>	<u>-</u>	<u>18,299,783</u>
Total accumulated depreciation	<u>25,093,681</u>	<u>1,233,033</u>	<u>86,359</u>	<u>26,240,355</u>
Total depreciable assets, net	<u>14,541,091</u>	<u>(529,908)</u>	<u>-</u>	<u>14,011,183</u>
Governmental activities capital assets, net	\$ <u>14,738,999</u>	\$ <u>(529,908)</u>	\$ <u>-</u>	\$ <u>14,209,091</u>
Depreciation expense was charged to governmental functions as follows:				
General government				\$ 180,900
Judiciary and court related				146,811
Public safety				155,624
Transportation				690,490
Health and welfare				<u>59,208</u>
Total depreciation expense - governmental activities				\$ <u>1,233,033</u>

MONTGOMERY COUNTY, ILLINOIS

**Notes to Financial Statements
November 30, 2011**

Note 4 - Interfund Receivables and Payables and Transfers

Interfund receivables and payables at November 30, 2011, 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	\$ 468,851	\$ 205,251
Public Health Fund	1,954	99,908
Social Security Fund	2,229	100,000
Emergency Telephone System Fund	-	114,007
County Aid to Bridges Fund	977	-
Employees Insurance Fund	319,868	-
Emergency Management Agency Fund	-	91,110
Sheriff's Fund	-	150,013
State's Attorney Fund	-	972
Probation Fund	-	734
County Treasurer's Other Funds	-	23,601
Federal Aid Matching	977	-
IMRF	3,495	-
County Highway Fund	1,954	9,633
Document Storage Fund	<u>-</u>	<u>5,076</u>
 Total interfund receivables/payables	 <u>\$ 800,305</u>	 <u>\$ 800,305</u>
	 <u>Transfers Out</u>	 <u>Transfers In</u>
County Court Fund	\$ 40,000	\$ -
General Fund	<u>-</u>	<u>40,000</u>
 Total transfers	 <u>\$ 40,000</u>	 <u>\$ 40,000</u>

The transfers were for operating expenses.

MONTGOMERY COUNTY, ILLINOIS

Notes to Financial Statements November 30, 2011

Note 5 - Risk Management and Employee Matters

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.

Group Health Plan

Montgomery County Group Health Plan is the benefit plan of Montgomery County, Illinois, the Plan Administrator, also called the Plan Sponsor. The Plan is a partially self-funded group health Plan and the administration is provided through a Third Party Claims Administrator. The funding for the benefits is derived from the funds of the Employer and contributions made by covered Employees. The level of any Employee contributions will be set by the Plan Administrator. These Employee contributions will be used in funding the cost of the Plan as soon as practicable after they have been received from the Employee or withheld from the Employee's pay through payroll deduction. For the period ending November 30, 2011, of the 160 eligible employees there were 117 on the Plan representing coverage for 74 "employee only" and 43 "family".

Employee Voluntary Severance Plan

The County offered a voluntary severance plan to eligible employees in December 2011. The program was strictly voluntary and no employees were specifically targeted for participation. Elected officials were excluded.

Eligible employees included those that met the following requirements:

1. 55 or more years of age.
2. Have 20 or more consecutive years of service as an employee of Montgomery County.

MONTGOMERY COUNTY, ILLINOIS

**Notes to Financial Statements
November 30, 2011**

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 required 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 employers 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 2010, for Regular, ECO and SLEP was 11.42%, 41.50% and 13.90%, 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 2011, the County's annual pensions cost of \$660,205 for the Regular plan, \$58,775 for the Elected County Official Plan, and \$113,343 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
12/31/10	\$ 660,205	100%	\$ 0
12/31/09	475,448	100%	0
12/31/08	467,913	100%	0

Three-year Trend Information for the Elected County Officials Plan

Fiscal Year Ending	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
12/31/10	\$ 58,775	100%	\$ 0
12/31/09	81,307	100%	0
12/31/08	86,242	100%	0

MONTGOMERY COUNTY, ILLINOIS

**Notes to Financial Statements
November 30, 2011**

Note 6 - Pension Plan - continued

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

<u>Fiscal Year</u> <u>Ending</u>	<u>Annual Pension Cost (APC)</u>	<u>Percentage of APC Contributed</u>	<u>Net Pension Obligation</u>
12/31/10	\$ 113,343	100%	\$ 0
12/31/09	101,259	100%	0
12/31/08	95,672	100%	0

The required contribution for 2011 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 20% corridor between the actuarial and market value of assets. The County Regular, ECO, and SLEP plan's unfunded actuarial accrued liability at December 31, 2008, is being amortized as a level percentage of projected payroll on an open 30 year basis.

Funded Status and Funding Progress: As of December 31, 2010, the most recent actuarial valuation date, the Regular Plan was 75.96 percent funded. The actuarial liability for benefits was \$14,978,186 and the actuarial value of assets was \$11,377,445, resulting in an underfunded actuarial accrued liability (UAAL) of \$3,600,741. The covered payroll (annual payroll of active employees covered by the plan) was \$5,781,126, and the ratio of the UAAL to the covered payroll was 62 percent.

As of December 31, 2010, the most recent valuation date, the Elected County Officials Plan was 8.20 percent funded. The actuarial accrued liability for benefits was \$1,359,898, and the actuarial value of assets was \$111,545, resulting in an underfunded actuarial liability (UAAL) of \$1,248,353. The covered payroll (annual payroll of active employees covered by the plan) was \$141,627, and the ratio of the UAAL to the covered payroll was 8.81%

As of December 31, 2010, the most recent actuarial valuation date, the Sheriff's Law Enforcement Personnel Plan was 75.39 percent funded. The actuarial accrued liability for benefits was \$2,679,372, and the actuarial value of the assets was \$2,020,027, resulting in an underfunded actuarial accrued liability (UAAL) of \$659,345. The covered payroll (annual payroll of active employees covered by the plan) was \$815,416 and the ratio of the UAAL to the covered payroll was 81%.

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.

MONTGOMERY COUNTY, ILLINOIS

**Notes to Financial Statements
November 30, 2011**

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, 2011:

Compensated Absences

	<u>Balance December 1, 2010</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance November 30, 2011</u>	<u>Current Portion</u>
Compensated absences	\$ <u>285,000</u>	\$ <u>6,000</u>	\$ <u>-</u>	\$ <u>291,000</u>	\$ <u>20,000</u>

Note 8 - Coal Royalties

The County entered into an agreement with Colt, LLC, a West Virginia limited liability company, and Colt Coal Company, Inc., a West Virginia corporation, in regards to coal mined at the Deer Run Mine located in Montgomery County, Illinois. The County will receive a production royalty of two percent of the F.O.B. Mine Average Gross Realization per ton of coal.

The first royalty check was received in February, 2012, in the amount of \$16,815.

Note 9 - Fund Equity Deficit

The following fund reported a deficit fund balance as of November 30, 2011. The Emergency Telephone System Fund deficit will be eliminated by fee surcharge and wireless surcharge.

Special Revenue Fund:	
Emergency Telephone System Fund	\$ (916)

MONTGOMERY COUNTY, ILLINOIS

**Notes to Financial Statements
November 30, 2011**

Note 10 - Fund Changes and Fund Balances

Amounts for specific purposes by fund balance classifications for the year ended November 30, 2011, are as follows:

<u>Classification/Fund</u>	<u>Purpose</u>	<u>Amount</u>
<u>Restricted</u>		
IMRF	Retirement	\$ 251,606
County Motor Fuel	Maintenance of roads	558,547
Federal Aid to Bridges	Infrastructure repairs and improvements	799,563
Township Bridge	Infrastructure repairs and improvements	140,259
County Aid to Bridges	Infrastructure repairs and improvements	749,407
Tuberculosis	Health	130,743
Social Security	Payroll taxes	24,901
Senior Citizens	Senior Citizens Association	59,576
Property and Liability Insurance	Insurance	189,292
Veterans' Assistance	Assistance to veterans	<u>129,916</u>
		<u>3,033,810</u>
<u>Committed</u>		
General	Building improvements	\$ <u>880,000</u>
<u>Assigned</u>		
Health	Health	1,035,597
Employee Insurance	Health insurance	256,682
Drug Asset Forfeiture	Public safety	6,782
County Highway	Maintenance and operation of highway system	430,952
County Farm Special Bridge Equipment	Infrastructure repairs and improvements Purchase and maintenance of highway equipment	94,746
Probation Fee	Court related matters	386,460
Record Keeping	Court related matters	305,597
Coroner	Coroner services	29,244
Electronic Citation	Court related matters	4,510
Document Storage	Court related matters	1,706
Victim Impact	Court related matters	97,989
Clerk Automation	Court related matters	2,934
Drug Court	Court related matters	47,048
County Court	Court related matters	49,606
Automation	Court related matters	337,938
County Drug	Court related matters	312,036
Law Library	Court related matters	16,426
Drug Test	Court related matters	40,218
Revolving Loan	Court related matters	4,354
		<u>276,736</u>
		<u>3,737,561</u>
<u>Unassigned</u>		
General		3,866,079
Emergency Service	911 services	<u>(916)</u>
		<u>3,865,163</u>
		<u>\$ 11,516,534</u>

REQUIRED SUPPLEMENTARY INFORMATION

MONTGOMERY COUNTY, ILLINOIS

**General Fund
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
Year Ended November 30, 2011**

	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:			
Taxes:			
Sales	\$ 880,000	\$ 1,022,170	\$ 142,170
Income	740,000	811,818	71,818
Replacement	48,000	57,717	9,717
Inheritance	100	-	(100)
Property	877,750	875,244	(2,506)
Real estate transfers	<u>130,000</u>	<u>195,643</u>	<u>65,643</u>
Total taxes	<u>2,675,850</u>	<u>2,962,592</u>	<u>286,742</u>
Interest, costs and penalties - net	<u>172,500</u>	<u>123,492</u>	<u>(49,008)</u>
Fines and Fees:			
Geographic Information System	62,500	46,022	(16,478)
County Clerk	175,000	169,370	(5,630)
Coroner	5,200	4,465	(735)
State's Attorney	650,000	602,526	(47,474)
Circuit Clerk	431,500	388,305	(43,195)
Public Defender	15,000	14,570	(430)
Sheriff	211,100	243,760	32,660
Costs of enforcement	-	84,014	84,014
Host	80,000	89,382	9,382
Recycling	<u>142,000</u>	<u>187,449</u>	<u>45,449</u>
Total fines and fees	<u>1,772,300</u>	<u>1,829,863</u>	<u>57,563</u>
Licenses and fees:			
Liquor	4,200	4,250	50
Animal Control	<u>61,000</u>	<u>57,283</u>	<u>(3,717)</u>
Total licenses and fees	<u>65,200</u>	<u>61,533</u>	<u>(3,667)</u>
Other Revenues:			
Miscellaneous revenues, refunds and reimbursements from other departments	34,510	89,046	54,536
Sale of property	1,000,000	1,200,000	200,000
Intergovernmental	305,700	48,767	(256,933)
Indemnity	9,500	10,500	1,000
Tax sale automation	<u>4,000</u>	<u>3,760</u>	<u>(240)</u>
Total other revenues	<u>1,353,710</u>	<u>1,352,073</u>	<u>(1,637)</u>

MONTGOMERY COUNTY, ILLINOIS

**General Fund
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
Year Ended November 30, 2011
(Continued)**

	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Reimbursed Expenditures:			
Christian/Montgomery ROE	\$ 33,704	\$ 28,173	\$ (5,531)
Help Americans Vote Act	2,745	44,756	42,011
Homeland Security Grant	-	6,495	6,495
Supervisor of Assessments	27,074	16,642	(10,432)
Election judges	18,900	8,955	(9,945)
State's Attorney, assistants and violent crime	161,177	153,777	(7,400)
Probation	199,099	314,894	115,795
EMA	22,510	25,484	2,974
Chief Judge's office	-	4,829	4,829
Ambulance	67,240	56,200	(11,040)
Public defender	99,905	99,894	(11)
IEPA Grant	<u>39,780</u>	<u>50,629</u>	<u>10,849</u>
Total reimbursed expenditures	<u>672,134</u>	<u>810,728</u>	<u>138,594</u>
Total revenues	<u>6,711,694</u>	<u>7,140,281</u>	<u>428,587</u>
Expenditures:			
General Government:			
Building and Grounds:			
Salaries	42,998	44,442	(1,444)
Maintenance	177,000	89,075	87,925
Telephone and cell phone	38,300	37,173	1,127
Utilities	182,000	126,436	55,564
Supplies	1,000	1,228	(228)
Travel and training	300	850	(550)
Janitorial contract	24,000	23,832	168
Elevator service contract	14,000	13,414	586
Gas and oil	1,200	1,159	41
Other	3,000	3,835	(835)
Small equipment	<u>3,000</u>	<u>2,430</u>	<u>570</u>
Total building and grounds	<u>486,798</u>	<u>343,874</u>	<u>142,924</u>
County Clerk:			
Salaries	240,262	242,945	(2,683)
Maintenance	500	-	500
Travel and training	800	1,061	(261)
Publishing and printing	100	696	(596)
Dues and subscriptions	400	315	85
Book binding	2,000	2,273	(273)
Supplies	9,500	8,037	1,463
Bonds	<u>250</u>	<u>169</u>	<u>81</u>
Total County Clerk	<u>253,812</u>	<u>255,496</u>	<u>(1,684)</u>

MONTGOMERY COUNTY, ILLINOIS

General Fund
 Statement of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual
 Year Ended November 30, 2011
 (Continued)

	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Treasurer:			
Salaries	\$ 210,834	\$ 212,203	\$ (1,369)
Maintenance	1,000	1,333	(333)
Travel and training	700	199	501
Printing and publishing	3,500	126	3,374
Dues and subscriptions	700	794	(94)
Bonds	150	93	57
Supplies	13,500	10,287	3,213
Small equipment purchases	<u>3,500</u>	<u>1,061</u>	<u>2,439</u>
Total Treasurer	<u>233,884</u>	<u>226,096</u>	<u>7,788</u>
Coroner:			
Salaries	33,443	33,192	251
Telephone	2,800	2,240	560
Travel and training	3,200	2,654	546
Postage	300	255	45
Publishing and printing	2,700	2,717	(17)
Dues and subscriptions	600	650	(50)
Meetings	1,200	966	234
Jury fees	2,500	240	2,260
Autopsy and pathologist fees	32,000	50,712	(18,712)
Supplies	500	345	155
Other	2,700	2,405	295
Graham Correctional	<u>4,000</u>	<u>6,850</u>	<u>(2,850)</u>
Total Coroner	<u>85,943</u>	<u>103,226</u>	<u>(17,283)</u>
Regional Superintendent of Schools:			
Salaries	52,421	43,080	9,341
Maintenance	200	-	200
Telephone	500	-	500
Travel and training	6,700	6,200	500
Postage	880	1,100	(220)
Publishing and printing	220	74	146
Meetings	220	-	220
Supplies	1,700	540	1,160
Other	<u>2,800</u>	<u>2,138</u>	<u>662</u>
Total Regional Superintendent of Schools	<u>65,641</u>	<u>53,132</u>	<u>12,509</u>

MONTGOMERY COUNTY, ILLINOIS

**General Fund
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
Year Ended November 30, 2011
(Continued)**

	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Supervisor of Assessments:			
Salaries	\$ 186,057	\$ 185,176	\$ 881
Maintenance	2,000	1,512	488
Travel and training	5,750	2,368	3,382
Publishing and printing	27,000	4,726	22,274
Dues and subscriptions	1,000	648	352
Meetings	250	13	237
Tax mapping	3,000	-	3,000
Supplies	3,500	3,366	134
Computer contractual services	3,500	1,810	1,690
Small equipment purchases	<u>5,000</u>	<u>3,100</u>	<u>1,900</u>
Total Supervisor of Assessments	<u>237,057</u>	<u>202,719</u>	<u>34,338</u>
Board of Review:			
Salaries	36,126	33,669	2,457
Travel and training	1,375	184	1,191
Publishing and printing	5,000	404	4,596
Meetings	100	-	100
Supplies	500	56	444
Small equipment purchases	<u>2,500</u>	<u>1,290</u>	<u>1,210</u>
Total Board of Review	<u>45,601</u>	<u>35,603</u>	<u>9,998</u>
County Board Office:			
Salary - County Board Chairman	6,000	5,650	350
Per diem	80,000	65,820	14,180
Travel and training	15,000	13,729	1,271
Printing and publishing	500	-	500
Dues and subscriptions	1,350	1,350	-
Meeting expense	1,300	-	1,300
Committee Chairmen expense	4,800	4,800	-
Liquor commission	550	550	-
Other	<u>-</u>	<u>240</u>	<u>(240)</u>
Total County Board Office	<u>109,500</u>	<u>92,139</u>	<u>17,361</u>

MONTGOMERY COUNTY, ILLINOIS

General Fund
 Statement of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual
 Year Ended November 30, 2011
 (Continued)

	Original and Final Budget	Actual	Variance with Final Budget Positive (Negative)
Information System:			
Salaries	\$ 89,485	\$ 94,708	\$ (5,223)
Travel and training	2,000	132	1,868
Dues and subscriptions	100	35	65
Office and other	900	375	525
Computer updates - software	3,000	2,824	176
Computer updates - hardware	25,000	16,659	8,341
Cell phone	480	400	80
Capital outlay	-	-	-
Total Information System	<u>120,965</u>	<u>115,133</u>	<u>5,832</u>
Media Archives:			
Salaries	2,500	-	2,500
Maintenance	2,000	-	2,000
Computer updates	4,000	-	4,000
Bookbinding	5,000	2,149	2,851
Other	4,500	683	3,817
Small equipment purchases	2,000	-	2,000
Capital outlay	<u>40,000</u>	<u>7,695</u>	<u>32,305</u>
Total Media Archives	<u>60,000</u>	<u>10,527</u>	<u>49,473</u>
Election:			
Salaries	7,400	5,997	1,403
Maintenance	24,000	11,808	12,192
Travel and training	1,200	393	807
Publishing and printing	4,000	3,512	488
Rent	2,636	2,475	161
Other	41,750	54,290	(12,540)
H.A.V.A./Contractual services	50,000	66,858	(16,858)
Small equipment purchases	<u>1,500</u>	<u>-</u>	<u>1,500</u>
Total Election	<u>132,486</u>	<u>145,333</u>	<u>(12,847)</u>
Economic and Infrastructure Development:			
Trail maintenance	<u>2,900</u>	<u>1,114</u>	<u>1,786</u>
Total Economic and Infrastructure Development	<u>2,900</u>	<u>1,114</u>	<u>1,786</u>

MONTGOMERY COUNTY, ILLINOIS

**General Fund
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
Year Ended November 30, 2011
(Continued)**

	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
General Administrative:			
Postage	\$ 75,000	\$ 59,106	\$ 15,894
Printing and publishing	12,500	9,878	2,622
Accounting	43,000	40,000	3,000
Real estate transfer tax	86,000	133,333	(47,333)
Insurance - health	521,761	546,318	(24,557)
Computer services	65,000	51,546	13,454
Copy paper	10,000	7,581	2,419
Contract services	-	6,410	(6,410)
Retiree cash payment option	6,943	6,943	-
Other	12,000	46,540	(34,540)
County farm	1,000	683	317
Economic Development	30,000	30,000	-
West Central Development	6,200	6,146	54
Fayco Grant	34,000	34,000	-
Capital outlay	<u>-</u>	<u>-</u>	<u>-</u>
Total General Administrative	<u>903,404</u>	<u>978,484</u>	<u>(75,080)</u>
Geographic Information System:			
Salaries	47,403	47,044	359
Computer updates	13,000	14,340	(1,340)
Contractual services	15,000	350	14,650
Other	15,600	3,090	12,510
Rent	3,000	3,300	(300)
Small equipment	2,000	-	2,000
County fly over	<u>50,000</u>	<u>-</u>	<u>50,000</u>
Total Geographic Information System	<u>146,003</u>	<u>68,124</u>	<u>77,879</u>
Coordinated Services:			
Salaries	18,017	63,859	(45,842)
Other	<u>55,850</u>	<u>9,397</u>	<u>46,453</u>
Total Coordinated Services	<u>73,867</u>	<u>73,256</u>	<u>611</u>
Solid Waste:			
Salaries	35,596	36,448	(852)
Other	<u>6,050</u>	<u>3,318</u>	<u>2,732</u>
Total Solid Waste	<u>41,646</u>	<u>39,766</u>	<u>1,880</u>

MONTGOMERY COUNTY, ILLINOIS

General Fund
 Statement of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual
 Year Ended November 30, 2011
 (Continued)

	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Recycling:			
Salaries	\$ 130,992	\$ 131,808	\$ (816)
Maintenance	13,000	14,172	(1,172)
Utilities	6,430	4,500	1,930
Travel and training	750	1,689	(939)
Publishing and printing	500	362	138
Dues and subscriptions	400	242	158
Recycling operating	12,000	12,074	(74)
Trash	1,500	1,392	108
Office	1,000	1,064	(64)
Fuel and propane	12,500	11,027	1,473
Supplies	6,000	8,519	(2,519)
Other	850	46	804
Commodity requisition	-	16,142	(16,142)
Small equipment	5,500	2,346	3,154
Capital outlay	<u>30,000</u>	<u>-</u>	<u>30,000</u>
Total Recycling	<u>221,422</u>	<u>205,383</u>	<u>16,039</u>
Capital Improvement:			
Property restoration	1,600,000	288,559	1,311,441
Other	20,000	-	20,000
Sheriff vehicles	-	77,842	(77,842)
Real estate	<u>300,000</u>	<u>13,296</u>	<u>286,704</u>
Total Capital Improvement	<u>1,920,000</u>	<u>379,697</u>	<u>1,540,303</u>
Total General Government	<u>5,140,929</u>	<u>3,329,102</u>	<u>1,811,827</u>

MONTGOMERY COUNTY, ILLINOIS

**General Fund
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
Year Ended November 30, 2011
(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	\$ -	\$ 201	\$ (201)
Telephone	-	55	(55)
Postage	-	95	(95)
Supplies	<u>-</u>	<u>83</u>	<u>(83)</u>
Total Chief Judge's Office	<u>-</u>	<u>434</u>	<u>(434)</u>
Montgomery County Judge's Office:			
Salaries	1,300	1,181	119
Printing and publishing	100	-	100
Reimburse Fayette County	2,500	638	1,862
Supplies	<u>800</u>	<u>479</u>	<u>321</u>
Total Montgomery County Judge's Office	<u>4,700</u>	<u>2,298</u>	<u>2,402</u>
State's Attorney Office:			
Salaries	386,700	386,995	(295)
Appellate prosecution	11,000	11,000	-
Travel and training	5,000	3,263	1,737
Printing and publishing	1,500	1,546	(46)
Dues and subscriptions	2,000	1,904	96
Transcripts	1,000	37	963
Witness fees and subpoenas	1,000	733	267
Office supplies	2,750	1,937	813
Operating supplies	5,000	3,965	1,035
Other	2,000	348	1,652
Small equipment purchases	<u>5,400</u>	<u>737</u>	<u>4,663</u>
Total State's Attorney Office	<u>423,350</u>	<u>412,465</u>	<u>10,885</u>
Circuit Clerk's Office:			
Salaries	260,610	261,201	(591)
Maintenance	3,350	2,026	1,324
Travel and training	2,000	1,627	373
Printing and publishing	10,250	10,486	(236)
Dues and subscriptions	1,000	768	232
Meetings	1,200	1,073	127
Office and other	19,180	11,778	7,402
Small equipment purchases	<u>2,000</u>	<u>-</u>	<u>2,000</u>
Total Circuit Clerk's Office	<u>299,590</u>	<u>288,959</u>	<u>10,631</u>

MONTGOMERY COUNTY, ILLINOIS

General Fund
 Statement of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual
 Year Ended November 30, 2011
 (Continued)

	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Probation Office:			
Salaries	\$ 280,158	\$ 279,670	\$ 488
Maintenance	1,500	1,510	(10)
Travel and training	3,000	2,191	809
Printing and publishing	2,000	1,123	877
Legal	250	-	250
Dues and subscriptions	425	424	1
Meetings	750	424	326
Office supplies	8,000	8,447	(447)
Pager	200	127	73
Small equipment purchases	<u>1,500</u>	<u>495</u>	<u>1,005</u>
Total Probation Office	<u>297,783</u>	<u>294,411</u>	<u>3,372</u>
Public Defender:			
Salaries	184,491	185,890	(1,399)
Maintenance	1,975	1,801	174
Travel and training	150	300	(150)
Printing and publishing	500	1,109	(609)
Transcripts	100	258	(158)
Office supplies	1,500	956	544
Operating supplies	400	678	(278)
Small equipment purchases	<u>3,000</u>	<u>762</u>	<u>2,238</u>
Total Public Defender	<u>192,116</u>	<u>191,754</u>	<u>362</u>
Jury and Jurors:			
Per diem	8,000	2,433	5,567
Travel and training	5,000	1,219	3,781
Meals	1,000	103	897
Conflict public defender	93,000	94,375	(1,375)
Court ordered fees	40,000	14,828	25,172
Juvenile detention	25,000	17,870	7,130
Court appointed counsel	30,000	1,852	28,148
Other expenses	<u>900</u>	<u>-</u>	<u>900</u>
Total Jury and Jurors	<u>202,900</u>	<u>132,680</u>	<u>70,220</u>
Total Judiciary and Court-Related	<u>1,420,439</u>	<u>1,323,001</u>	<u>97,438</u>

MONTGOMERY COUNTY, ILLINOIS

**General Fund
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
Year Ended November 30, 2011
(Continued)**

	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Public Safety:			
Sheriff:			
Salaries	\$ 1,884,307	\$ 1,747,181	\$ 137,126
Severance and vacation benefits	17,406	5,586	11,820
Pension	23,920	21,429	2,491
Maintenance	197,315	42,487	154,828
Travel	1,500	1,269	231
Publishing and printing	2,500	1,863	637
Dues and subscriptions	2,000	1,300	700
Training and meetings	36,050	17,235	18,815
Meals - prisoner	66,150	74,466	(8,316)
Medical care	72,000	61,976	10,024
Office supplies	6,065	5,173	892
Gasoline and oil	80,000	68,665	11,335
Supplies	4,855	2,324	2,531
Uniforms and clothing	18,015	19,241	(1,226)
Janitorial supplies	20,000	10,052	9,948
Other	5,560	1,061	4,499
Cell phones and pagers	7,225	6,365	860
Small equipment purchases	12,000	-	12,000
Capital outlay	<u>25,000</u>	<u>188,874</u>	<u>(163,874)</u>
Total Sheriff	<u>2,481,868</u>	<u>2,276,547</u>	<u>205,321</u>
Emergency Services:			
Salaries	45,265	44,753	512
Maintenance	1,945	1,288	657
Telephone	455	370	85
Travel and training	5,400	2,097	3,303
Publishing, printing and postage	210	-	210
Dues and subscriptions	157	103	54
Contractual service	4,200	950	3,250
Gasoline and oil	1,260	1,060	200
Supplies	2,625	2,263	362
Small equipment purchases	5,000	6,545	(1,545)
Capital outlay	<u>5,000</u>	<u>-</u>	<u>5,000</u>
Total Emergency Services	<u>71,517</u>	<u>59,429</u>	<u>12,088</u>

MONTGOMERY COUNTY, ILLINOIS

**General Fund
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
Year Ended November 30, 2011
(Continued)**

	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Ambulance:			
Salaries	\$ 41,859	\$ 42,096	\$ (237)
Maintenance	525	-	525
Publishing, printing and postage	1,050	-	1,050
Office	2,415	2,196	219
Training	2,000	1,617	383
Other	3,456	90	3,366
Contractual services	3,500	2,850	650
Small equipment purchases	3,000	3,242	(242)
Capital outlay	<u>5,000</u>	<u>-</u>	<u>5,000</u>
Total Ambulance	<u>62,805</u>	<u>52,091</u>	<u>10,714</u>
Animal Control:			
Salaries	41,896	43,495	(1,599)
Utilities	3,650	5,676	(2,026)
Travel	600	506	94
Veterinarian	7,500	7,272	228
Gasoline, oil and propane	6,500	1,439	5,061
Other	7,050	5,217	1,833
Supplies	1,700	3,894	(2,194)
Small equipment purchases	1,200	1,513	(313)
Maintenance	3,500	4,186	(686)
Animal food	<u>2,000</u>	<u>2,466</u>	<u>(466)</u>
Total Animal Control	<u>75,596</u>	<u>75,664</u>	<u>(68)</u>
Emergency Telephone System:			
Maintenance	-	28,730	(28,730)
Service contract	-	22,904	(22,904)
Telephone	-	7,590	(7,590)
Travel and training	-	5,260	(5,260)
Contractual services	-	550	(550)
Dues and subscriptions	-	3,925	(3,925)
Computer updates - software	-	20,094	(20,094)
Computer updates - hardware	-	13,363	(13,363)
Fees for collecting surcharge	-	16,647	(16,647)
Office supplies	-	1,478	(1,478)
Operating supplies	-	1,966	(1,966)
Other	-	312	(312)
Small equipment purchase	<u>-</u>	<u>7,620</u>	<u>(7,620)</u>
Total Emergency Telephone System	<u>-</u>	<u>130,439</u>	<u>(130,439)</u>
Total Public Safety	<u>2,691,786</u>	<u>2,594,170</u>	<u>97,616</u>

MONTGOMERY COUNTY, ILLINOIS

General Fund
 Statement of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual
 Year Ended November 30, 2011
 (Continued)

	Original and Final Budget	Actual	Variance with Final Budget Positive (Negative)
Total expenditures	\$ <u>9,235,154</u>	\$ <u>7,246,273</u>	\$ <u>1,988,881</u>
Excess (deficiency) of revenues over expenditures	<u>(2,523,460)</u>	<u>(105,992)</u>	<u>2,417,468</u>
Other financing sources (uses):			
Transfers in	40,000	40,000	-
Transfers out	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>40,000</u>	<u>40,000</u>	<u>-</u>
Net change in fund balance	\$ <u>(2,483,460)</u>	(65,992)	\$ <u>2,417,468</u>
Fund balance, beginning of year		<u>4,812,071</u>	
Fund balance, end of year		\$ <u>4,746,079</u>	

MONTGOMERY COUNTY, ILLINOIS

Public Health Fund
 Statement of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual
 Year Ended November 30, 2011

	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:			
Replacement taxes	\$ 17,000	\$ 27,543	\$ 10,543
Property taxes	399,200	388,127	(11,073)
Intergovernmental	2,340,809	2,101,686	(239,123)
Fees	231,500	212,307	(19,193)
Interest	15,000	7,605	(7,395)
Miscellaneous	<u>1,000</u>	<u>6,045</u>	<u>5,045</u>
Total revenues	<u>3,004,509</u>	<u>2,743,313</u>	<u>(261,196)</u>
Expenditures:			
Current:			
Health and welfare	2,992,759	2,770,506	222,253
Capital outlay	<u>10,000</u>	<u>-</u>	<u>10,000</u>
Total expenditures	<u>3,002,759</u>	<u>2,770,506</u>	<u>232,253</u>
Net change in fund balance	\$ <u>1,750</u>	(27,193)	\$ <u>(28,943)</u>
Fund balance, beginning of year		<u>1,062,790</u>	
Fund balance, end of year		\$ <u>1,035,597</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, 2011

	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:			
Replacement taxes	\$ 48,000	\$ 49,641	\$ 1,641
Property taxes	694,200	694,114	(86)
Intergovernmental	-	1,384	1,384
Interest	<u>4,500</u>	<u>5,100</u>	<u>600</u>
Total revenues	<u>746,700</u>	<u>750,239</u>	<u>3,539</u>
Expenditures:			
Current:			
General government	<u>704,586</u>	<u>1,204,414</u>	<u>(499,828)</u>
Total expenditures	<u>704,586</u>	<u>1,204,414</u>	<u>(499,828)</u>
Net change in fund balance	\$ <u>42,114</u>	(454,175)	\$ <u>(496,289)</u>
Fund balance, beginning of year		<u>705,781</u>	
Fund balance, end of year		\$ <u>251,606</u>	

MONTGOMERY COUNTY, ILLINOIS

Employees Insurance Fund
 Statement of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual
 Year Ended November 30, 2011

	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:			
Interest	\$ <u>1,700</u>	\$ <u>1,351</u>	\$ <u>(349)</u>
Total revenues	<u>1,700</u>	<u>1,351</u>	<u>(349)</u>
Expenditures:			
Current:			
General government	1,122,730	1,529,773	(407,043)
Less: reimbursements	<u>1,094,729</u>	<u>1,419,631</u>	<u>324,902</u>
Net expenditures	<u>28,001</u>	<u>110,142</u>	<u>(82,141)</u>
Net change in fund balance	\$ <u>(26,301)</u>	(108,791)	\$ <u>(82,490)</u>
Fund balance, beginning of year		<u>365,473</u>	
Fund balance, end of year		\$ <u>256,682</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, 2011

	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:			
Allotments from State of Illinois	\$ 645,000	\$ 722,077	\$ 77,077
Interest	15,000	5,963	(9,037)
Other	<u>255,250</u>	<u>-</u>	<u>(255,250)</u>
Total revenues	<u>915,250</u>	<u>728,040</u>	<u>(187,210)</u>
Expenditures:			
Materials and labor	<u>1,392,799</u>	<u>808,156</u>	<u>584,643</u>
Total expenditures	<u>1,392,799</u>	<u>808,156</u>	<u>584,643</u>
Net change in fund balance	\$ <u>(477,549)</u>	(80,116)	\$ <u>397,433</u>
Fund balance, beginning of year		<u>638,663</u>	
Fund balance, end of year		\$ <u>558,547</u>	

MONTGOMERY COUNTY, ILLINOIS

**Federal Aid Matching Fund
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
Year Ended November 30, 2011**

	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:			
Property taxes	\$ 199,400	\$ 194,064	\$ (5,336)
Replacement taxes	15,000	13,772	(1,228)
Interest	15,000	7,799	(7,201)
Other	<u>-</u>	<u>102,788</u>	<u>102,788</u>
Total revenues	<u>229,400</u>	<u>318,423</u>	<u>89,023</u>
Expenditures:			
Publishing and printing	100	75	25
Engineering	553,943	278,689	275,254
Bridges and roads	<u>332,723</u>	<u>9,839</u>	<u>322,884</u>
Total expenditures	<u>886,766</u>	<u>288,603</u>	<u>598,163</u>
Net change in fund balance	\$ <u>(657,366)</u>	29,820	\$ <u>687,186</u>
Fund balance, beginning of year		<u>769,743</u>	
Fund balance, end of year		\$ <u>799,563</u>	

MONTGOMERY COUNTY, ILLINOIS

Township Bridge Program Fund
 Statement of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual
 Year Ended November 30, 2011

	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:			
Interest	\$ 500	\$ 279	\$ (221)
Intergovernmental	<u>604,263</u>	<u>371,934</u>	<u>(232,329)</u>
Total revenues	<u>604,763</u>	<u>372,213</u>	<u>(232,550)</u>
Expenditures:			
Bridge construction and engineering	<u>600,000</u>	<u>251,990</u>	<u>348,010</u>
Total expenditures	<u>600,000</u>	<u>251,990</u>	<u>348,010</u>
Net change in fund balance	\$ <u>4,763</u>	120,223	\$ <u>115,460</u>
Fund balance, beginning of year		<u>20,036</u>	
Fund balance, end of year		\$ <u>140,259</u>	

MONTGOMERY COUNTY, ILLINOIS

**Illinois Municipal Retirement
Required Supplementary Information -
Schedule of Funding Progress
November 30, 2011**

Trend information for the year ended November 30, 2011, 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)
12/31/10	\$ 111,545	\$ 1,359,898	\$ 1,248,353	8.20%	\$ 141,627	881.44%
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%

On a market value basis, the actuarial value of assets as of December 31, 2010, was \$200,097. On a market basis, the funded ratio would be 14.71%.

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)
12/31/10	\$ 11,377,445	\$ 14,978,186	\$ 3,600,741	75.96%	\$ 5,784,126	62.28%
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%

On a market value basis, the actuarial value of assets as of December 31, 2010, was \$12,101,131. On a market basis, the funded ratio would be 80.79%.

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)
12/31/10	\$ 2,020,027	\$ 2,679,372	\$ 659,345	75.39%	\$ 815,416	80.86%
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%

On a market value basis, the actuarial value of assets as of December 31, 2010, was \$2,171,109. On a market basis, the funded ratio would be 81.03%.

MONTGOMERY COUNTY, ILLINOIS

Notes to Required Supplementary Information November 30, 2011

Note 1 - 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:

- a. An appropriated budget is legally adopted through the budgetary process on an annual fiscal year basis for all funds.
- b. Officeholders prepare their budget requirements.
- c. Officeholders meet with the various committees and discuss and revise, if necessary, their original budget amounts.
- d. The various committees present the revised budget requests to the Finance Committee for final revision.
- e. The budget goes on public display, with a public meeting to obtain taxpayers comments, and review additional requests for changes.
- f. The appropriated budget was legally enacted through the passage of an appropriation ordinance by the Board on November 9, 2010. The majority of a quorum is necessary for passage.
- g. Supplemental appropriation ordinances may be passed by the Board should a new unanticipated source of revenue develop for a specific purpose.
- h. All unexpended appropriations lapse at year-end, requiring reappropriation the following year.
- i. The budget is prepared on the GAAP basis.
- j. The legal level of budgetary control is by fund and by department within the General Fund.

MONTGOMERY COUNTY, ILLINOIS

**Notes to Required Supplementary Information
November 30, 2011**

Note 2 - Budgetary Noncompliance

For the year ended November 30, 2011, expenditures exceeded budget at the legal level of control in individual funds as follows:

	<u>Expenditures</u>	<u>Appropriations</u>
Illinois Municipal Retirement Fund	\$ 1,204,414	\$ 704,586
Employees Insurance Fund	110,142	28,001
County Drug Fund	1,186	-
Senior Citizens Fund	76,568	75,800
Veteran's Assistance Fund	46,057	44,112
County Highway Fund	612,501	493,926
Electronic Citation Fund	46	-

Note 3 - 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:

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

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	\$ 6,751,291	\$ 7,208,445	\$ 40,000	\$ 3,895,891
Receivables				
November 30, 2011	1,296,317	-	-	1,296,317
November 30, 2010	907,327	-	-	-
Payables				
November 30, 2011	-	446,129	-	446,129
November 30, 2010	-	408,301	-	-
	<u>\$ 7,140,281</u>	<u>\$ 7,246,273</u>	<u>\$ 40,000</u>	<u>\$ 4,746,079</u>

**OTHER SUPPLEMENTARY INFORMATION
NONMAJOR GOVERNMENTAL FUNDS**

MONTGOMERY COUNTY, ILLINOIS

**Combining Balance Sheet for Nonmajor Governmental Funds
November 30, 2011**

	<u>Special Revenue Funds</u>	
	<u>Tuberculosis Fund</u>	<u>Social Security Fund</u>
Assets		
Cash	\$ 130,743	\$ 122,672
Certificates of deposit	-	-
Interest receivable	-	-
Accounts receivable	-	-
Due from other funds	-	2,229
Notes receivable	-	-
Total assets	<u>\$ 130,743</u>	<u>\$ 124,901</u>
Liabilities and Fund Balances		
Liabilities:		
Accounts payable and accrued wages	\$ -	\$ -
Due to other funds	-	<u>100,000</u>
Total liabilities	-	<u>100,000</u>
Fund Balances:		
Restricted	130,743	24,901
Assigned	-	-
Unassigned	-	-
Total fund balances	<u>130,743</u>	<u>24,901</u>
Total liabilities and fund balances	<u>\$ 130,743</u>	<u>\$ 124,901</u>

MONTGOMERY COUNTY, ILLINOIS

**Combining Balance Sheet for Nonmajor Governmental Funds
November 30, 2011**

Special Revenue Funds				
Senior Citizens Fund	Property & Liability Insurance Fund	Emergency Telephone System Fund	Drug Asset Forfeiture Fund	Veterans Assistance Fund
\$ 59,576	\$ 189,292	\$ 69,361	\$ 6,782	\$ 129,916
-	-	-	-	-
-	-	43,730	-	-
-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ 59,576</u>	<u>\$ 189,292</u>	<u>\$ 113,091</u>	<u>\$ 6,782</u>	<u>\$ 129,916</u>
\$ -	\$ -	\$ -	\$ -	\$ -
<u>-</u>	<u>-</u>	<u>114,007</u>	<u>-</u>	<u>-</u>
<u>-</u>	<u>-</u>	<u>114,007</u>	<u>-</u>	<u>-</u>
59,576	189,292	-	-	129,916
-	-	-	6,782	-
<u>-</u>	<u>-</u>	<u>(916)</u>	<u>-</u>	<u>-</u>
<u>59,576</u>	<u>189,292</u>	<u>(916)</u>	<u>6,782</u>	<u>129,916</u>
<u>\$ 59,576</u>	<u>\$ 189,292</u>	<u>\$ 113,091</u>	<u>\$ 6,782</u>	<u>\$ 129,916</u>

MONTGOMERY COUNTY, ILLINOIS

Combining Balance Sheet for Nonmajor Governmental Funds (Continued)
November 30, 2011

	<u>Special Revenue Funds</u>	
	<u>County Highway Fund</u>	<u>County Farm Special Bridge Matching Fund</u>
Assets		
Cash	\$ 406,890	\$ 94,746
Certificates of deposit	-	-
Interest receivable	-	-
Accounts receivable	67,012	-
Due from other funds	1,954	-
Notes receivable	<u>-</u>	<u>-</u>
Total assets	<u>\$ 475,856</u>	<u>\$ 94,746</u>
Liabilities and Fund Balances		
Liabilities:		
Accounts payable and accrued wages	\$ 35,271	\$ -
Due to other funds	<u>9,633</u>	<u>-</u>
Total liabilities	<u>44,904</u>	<u>-</u>
Fund Balances:		
Restricted	-	-
Assigned	430,952	94,746
Unassigned	<u>-</u>	<u>-</u>
Total fund balances	<u>430,952</u>	<u>94,746</u>
Total liabilities and fund balances	<u>\$ 475,856</u>	<u>\$ 94,746</u>

MONTGOMERY COUNTY, ILLINOIS

Combining Balance Sheet for Nonmajor Governmental Funds (Continued)
November 30, 2011

<u>Special Revenue Funds</u>			
<u>Equipment Fund</u>	<u>County Aid to Bridges Fund</u>	<u>Probation Fee Fund</u>	<u>Record Keeping Improvement Fund</u>
\$ 386,460	\$ 703,757	\$ 301,310	\$ 27,921
-	-	-	-
-	-	-	-
-	84,364	4,287	2,383
-	977	-	-
-	-	-	-
<u>\$ 386,460</u>	<u>\$ 789,098</u>	<u>\$ 305,597</u>	<u>\$ 30,304</u>
\$ -	\$ 39,691	\$ -	\$ 1,060
-	-	-	-
-	<u>39,691</u>	-	<u>1,060</u>
-	749,407	-	-
386,460	-	305,597	29,244
-	-	-	-
<u>386,460</u>	<u>749,407</u>	<u>305,597</u>	<u>29,244</u>
<u>\$ 386,460</u>	<u>\$ 789,098</u>	<u>\$ 305,597</u>	<u>\$ 30,304</u>

MONTGOMERY COUNTY, ILLINOIS

Combining Balance Sheet for Nonmajor Governmental Funds (Continued)
November 30, 2011

	<u>Special Revenue Funds</u>	
	<u>Coroner's Fund</u>	<u>Electronic Citation Fund</u>
Assets		
Cash	\$ 4,510	\$ 1,706
Certificates of deposit	-	-
Interest receivable	-	-
Accounts receivable	-	-
Due from other funds	-	-
Notes receivable	<u>-</u>	<u>-</u>
Total assets	<u>\$ 4,510</u>	<u>\$ 1,706</u>
Liabilities and Fund Balances		
Liabilities:		
Accounts payable and accrued wages	\$ -	\$ -
Due to other funds	<u>-</u>	<u>-</u>
Total liabilities	<u>-</u>	<u>-</u>
Fund Balances:		
Restricted	-	-
Assigned	4,510	1,706
Unassigned	<u>-</u>	<u>-</u>
Total fund balances	<u>4,510</u>	<u>1,706</u>
Total liabilities and fund balances	<u>\$ 4,510</u>	<u>\$ 1,706</u>

MONTGOMERY COUNTY, ILLINOIS

Combining Balance Sheet for Nonmajor Governmental Funds (Continued)
November 30, 2011

<u>Special Revenue Funds</u>				
<u>Document Storage Fund</u>	<u>Victim Impact Fund</u>	<u>Clerk Automation Fund</u>	<u>Drug Court Fund</u>	<u>County Court Fund</u>
\$ 140,329	\$ 2,934	\$ 47,048	\$ 49,606	\$ 334,083
-	-	-	-	-
-	-	-	-	-
4,282	-	-	-	3,855
-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ 144,611</u>	<u>\$ 2,934</u>	<u>\$ 47,048</u>	<u>\$ 49,606</u>	<u>\$ 337,938</u>
\$ 41,546	\$ -	\$ -	\$ -	\$ -
<u>5,076</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>46,622</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	-	-	-	-
97,989	2,934	47,048	49,606	337,938
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>97,989</u>	<u>2,934</u>	<u>47,048</u>	<u>49,606</u>	<u>337,938</u>
<u>\$ 144,611</u>	<u>\$ 2,934</u>	<u>\$ 47,048</u>	<u>\$ 49,606</u>	<u>\$ 337,938</u>

MONTGOMERY COUNTY, ILLINOIS

Combining Balance Sheet for Nonmajor Governmental Funds (Continued)
November 30, 2011

	<u>Special Revenue Funds</u>	
	<u>Automation Fund</u>	<u>County Drug Fund</u>
Assets		
Cash	\$ 307,776	\$ 16,426
Certificates of deposit	-	-
Interest receivable	-	-
Accounts receivable	4,260	-
Due from other funds	-	-
Notes receivable	<u>-</u>	<u>-</u>
Total assets	<u>\$ 312,036</u>	<u>\$ 16,426</u>
Liabilities and Fund Balances		
Liabilities:		
Accounts payable and accrued wages	\$ -	\$ -
Due to other funds	<u>-</u>	<u>-</u>
Total liabilities	<u>-</u>	<u>-</u>
Fund Balances:		
Restricted	-	-
Assigned	312,036	16,426
Unassigned	<u>-</u>	<u>-</u>
Total fund balances	<u>312,036</u>	<u>16,426</u>
Total liabilities and fund balances	<u>\$ 312,036</u>	<u>\$ 16,426</u>

MONTGOMERY COUNTY, ILLINOIS

Combining Balance Sheet for Nonmajor Governmental Funds (Continued)
November 30, 2011

<u>Special Revenue Funds</u>			
<u>Law Library Fund</u>	<u>Drug Test Fund</u>	<u>Revolving Loan Fund</u>	<u>Total Nonmajor Governmental Funds</u>
\$ 38,888	\$ 4,354	\$ 187,415	\$ 3,764,501
-	-	-	-
-	-	-	-
1,330	-	-	215,503
-	-	-	5,160
<u>-</u>	<u>-</u>	<u>89,321</u>	<u>89,321</u>
<u>\$ 40,218</u>	<u>\$ 4,354</u>	<u>\$ 276,736</u>	<u>\$ 4,074,485</u>
\$ -	\$ -	\$ -	\$ 117,568
<u>-</u>	<u>-</u>	<u>-</u>	<u>228,716</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>346,284</u>
-	-	-	1,283,835
40,218	4,354	276,736	2,445,282
<u>-</u>	<u>-</u>	<u>-</u>	<u>(916)</u>
<u>40,218</u>	<u>4,354</u>	<u>276,736</u>	<u>3,728,201</u>
<u>\$ 40,218</u>	<u>\$ 4,354</u>	<u>\$ 276,736</u>	<u>\$ 4,074,485</u>

MONTGOMERY COUNTY, ILLINOIS

**Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
Year Ended November 30, 2011**

	<u>Special Revenue Funds</u>	
	<u>Tuberculosis Fund</u>	<u>Social Security Fund</u>
Revenues:		
Property taxes	\$ 91,372	\$ 442,350
Replacement taxes	-	30,097
Intergovernmental	-	1,396
Charges for services	-	-
Miscellaneous	139	-
Interest	<u>1,172</u>	<u>652</u>
Total revenues	<u>92,683</u>	<u>474,495</u>
Expenditures:		
Current:		
General government	-	516,660
Public safety	-	-
Health and welfare	75,811	-
Transportation	-	-
Judiciary and court-related	-	-
Capital outlay	<u>-</u>	<u>-</u>
Total expenditures	<u>75,811</u>	<u>516,660</u>
Excess (deficiency) of revenues over expenditures	<u>16,872</u>	<u>(42,165)</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	16,872	(42,165)
Fund balances, beginning of year	<u>113,871</u>	<u>67,066</u>
Fund balances, end of year	<u>\$ 130,743</u>	<u>\$ 24,901</u>

MONTGOMERY COUNTY, ILLINOIS

Combining Statement of Revenues, Expenditures and Changes in Fund Balances
 Nonmajor Governmental Funds
 Year Ended November 30, 2011

<u>Special Revenue Funds</u>				
<u>Senior Citizens Fund</u>	<u>Property & Liability Insurance Fund</u>	<u>Emergency Telephone System Fund</u>	<u>Drug Asset Forfeiture Fund</u>	<u>Veterans Assistance Fund</u>
\$ 76,257	\$ 350,042	\$ -	\$ -	\$ 73,941
-	-	-	-	-
-	-	419,770	-	-
-	-	1,940	1,465	-
<u>215</u>	<u>695</u>	<u>308</u>	<u>28</u>	<u>968</u>
<u>76,472</u>	<u>350,737</u>	<u>422,018</u>	<u>1,493</u>	<u>74,909</u>
76,568	411,613	-	77	-
-	-	411,341	-	-
-	-	-	-	46,057
-	-	-	-	-
-	-	-	-	-
<u>76,568</u>	<u>411,613</u>	<u>411,341</u>	<u>77</u>	<u>46,057</u>
<u>(96)</u>	<u>(60,876)</u>	<u>10,677</u>	<u>1,416</u>	<u>28,852</u>
-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	-	-	-	-
(96)	(60,876)	10,677	1,416	28,852
<u>59,672</u>	<u>250,168</u>	<u>(11,593)</u>	<u>5,366</u>	<u>101,064</u>
<u>\$ 59,576</u>	<u>\$ 189,292</u>	<u>\$ (916)</u>	<u>\$ 6,782</u>	<u>\$ 129,916</u>

MONTGOMERY COUNTY, ILLINOIS

**Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds (Continued)
Year Ended November 30, 2011**

	<u>Special Revenue Funds</u>	
	<u>County Highway Fund</u>	<u>County Farm Special Bridge Matching Fund</u>
Revenues:		
Property taxes	\$ 388,127	\$ -
Replacement taxes	27,543	-
Intergovernmental	-	-
Charges for services	-	-
Miscellaneous	200,516	-
Interest	<u>3,112</u>	<u>947</u>
Total revenues	<u>619,298</u>	<u>947</u>
Expenditures:		
Current:		
General government	-	-
Public safety	-	-
Health and welfare	-	-
Transportation	612,501	-
Judiciary and court-related	-	-
Capital outlay	<u>-</u>	<u>-</u>
Total expenditures	<u>612,501</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	<u>6,797</u>	<u>947</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	6,797	947
Fund balances, beginning of year	<u>424,155</u>	<u>93,799</u>
Fund balances, end of year	<u>\$ 430,952</u>	<u>\$ 94,746</u>

MONTGOMERY COUNTY, ILLINOIS

Combining Statement of Revenues, Expenditures and Changes in Fund Balances
 Nonmajor Governmental Funds (Continued)
 Year Ended November 30, 2011

<u>Special Revenue Funds</u>			
<u>Equipment Fund</u>	<u>County Aid to Bridges Fund</u>	<u>Probation Fee Fund</u>	<u>Record Keeping Improvement Fund</u>
\$ -	\$ 194,064	\$ -	\$ -
-	13,771	-	-
-	49,361	-	-
-	-	65,094	30,382
116,570	83,546	-	-
<u>3,343</u>	<u>6,691</u>	<u>2,966</u>	<u>326</u>
<u>119,913</u>	<u>347,433</u>	<u>68,060</u>	<u>30,708</u>
-	-	-	34,993
-	-	-	-
-	-	-	-
17,909	210,424	-	-
-	-	93,099	-
<u>94,924</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>112,833</u>	<u>210,424</u>	<u>93,099</u>	<u>34,993</u>
<u>7,080</u>	<u>137,009</u>	<u>(25,039)</u>	<u>(4,285)</u>
-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
7,080	137,009	(25,039)	(4,285)
<u>379,380</u>	<u>612,398</u>	<u>330,636</u>	<u>33,529</u>
<u>\$ 386,460</u>	<u>\$ 749,407</u>	<u>\$ 305,597</u>	<u>\$ 29,244</u>

MONTGOMERY COUNTY, ILLINOIS

**Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds (Continued)
Year Ended November 30, 2011**

	<u>Special Revenue Funds</u>	
	<u>Coroner's Fund</u>	<u>Electronic Citation Fund</u>
Revenues:		
Property taxes	\$ -	\$ -
Replacement taxes	-	-
Intergovernmental	-	-
Charges for services	3,320	1,752
Miscellaneous	-	-
Interest	-	-
	<u>3,320</u>	<u>1,752</u>
Total revenues		
Expenditures:		
Current:		
General government	-	46
Public safety	-	-
Health and welfare	-	-
Transportation	-	-
Judiciary and court-related	-	-
Capital outlay	-	-
	<u>-</u>	<u>46</u>
Total expenditures		
Excess (deficiency) of revenues over expenditures	<u>3,320</u>	<u>1,706</u>
Other financing sources (uses):		
Transfers in	-	-
Transfers out	-	-
	<u>-</u>	<u>-</u>
Total other financing sources (uses)		
Net change in fund balances	3,320	1,706
Fund balances, beginning of year	<u>1,190</u>	<u>-</u>
Fund balances, end of year	<u>\$ 4,510</u>	<u>\$ 1,706</u>

MONTGOMERY COUNTY, ILLINOIS

Combining Statement of Revenues, Expenditures and Changes in Fund Balances
 Nonmajor Governmental Funds (Continued)
 Year Ended November 30, 2011

Special Revenue Funds

<u>Document Storage Fund</u>	<u>Victim Impact Fund</u>	<u>Clerk Automation Fund</u>	<u>Drug Court Fund</u>	<u>County Court Fund</u>
\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-
-	-	-	103,000	-
58,973	810	13,571	47,224	48,560
-	-	-	-	-
<u>1,724</u>	<u>5</u>	<u>394</u>	<u>100</u>	<u>3,337</u>
<u>60,697</u>	<u>815</u>	<u>13,965</u>	<u>150,324</u>	<u>51,897</u>
-	519	-	-	-
-	-	-	-	-
-	-	-	-	-
160,836	-	10,369	100,718	15,894
<u>13,607</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>174,443</u>	<u>519</u>	<u>10,369</u>	<u>100,718</u>	<u>15,894</u>
(113,746)	<u>296</u>	<u>3,596</u>	<u>49,606</u>	<u>36,003</u>
-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(40,000)</u>
-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(40,000)</u>
(113,746)	296	3,596	49,606	(3,997)
<u>211,735</u>	<u>2,638</u>	<u>43,452</u>	<u>-</u>	<u>341,935</u>
\$ <u>97,989</u>	\$ <u>2,934</u>	\$ <u>47,048</u>	\$ <u>49,606</u>	\$ <u>337,938</u>

MONTGOMERY COUNTY, ILLINOIS

**Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds (Continued)
Year Ended November 30, 2011**

	<u>Special Revenue Funds</u>	
	<u>Automation Fund</u>	<u>County Drug Fund</u>
Revenues:		
Property taxes	\$ -	\$ -
Replacement taxes	-	-
Intergovernmental	58,839	7,008
Charges for services	-	-
Miscellaneous	<u>3,148</u>	<u>-</u>
Interest		
Total revenues	<u>61,987</u>	<u>7,008</u>
Expenditures:		
Current:		
General government	-	1,186
Public safety	-	-
Health and welfare	-	-
Transportation	44,215	-
Judiciary and court-related	<u>31,623</u>	<u>-</u>
Capital outlay		
Total expenditures	<u>75,838</u>	<u>1,186</u>
Excess (deficiency) of revenues over expenditures	<u>(13,851)</u>	<u>5,822</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	(13,851)	5,822
Fund balances, beginning of year	<u>325,887</u>	<u>10,604</u>
Fund balances, end of year	<u>\$ 312,036</u>	<u>\$ 16,426</u>

MONTGOMERY COUNTY, ILLINOIS

Combining Statement of Revenues, Expenditures and Changes in Fund Balances
 Nonmajor Governmental Funds (Continued)
 Year Ended November 30, 2011

<u>Special Revenue Funds</u>			<u>Total</u>
<u>Law Library Fund</u>	<u>Drug Test Fund</u>	<u>Revolving Loan Fund</u>	<u>Nonmajor Governmental Funds</u>
\$ -	\$ -	\$ -	\$ 1,616,153
-	-	-	71,411
-	-	-	153,757
18,916	20,447	-	794,666
-	-	-	404,176
<u>383</u>	<u>25</u>	<u>1,808</u>	<u>32,347</u>
<u>19,299</u>	<u>20,472</u>	<u>1,808</u>	<u>3,072,510</u>
-	-	-	1,040,476
-	20,129	-	432,656
-	-	-	121,868
-	-	-	840,834
18,408	-	-	443,539
<u>-</u>	<u>-</u>	<u>-</u>	<u>140,154</u>
<u>18,408</u>	<u>20,129</u>	<u>-</u>	<u>3,019,527</u>
<u>891</u>	<u>343</u>	<u>1,808</u>	<u>52,983</u>
-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>(40,000)</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>(40,000)</u>
891	343	1,808	12,983
<u>39,327</u>	<u>4,011</u>	<u>274,928</u>	<u>3,715,218</u>
<u>\$ 40,218</u>	<u>\$ 4,354</u>	<u>\$ 276,736</u>	<u>\$ 3,728,201</u>

SPECIAL REVENUE FUNDS

MONTGOMERY COUNTY, ILLINOIS

Tuberculosis Fund
 Statement of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual
 Year Ended November 30, 2011

	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:			
Property taxes	\$ 90,960	\$ 91,372	\$ 412
Interest	525	1,172	647
Other	<u>-</u>	<u>139</u>	<u>139</u>
Total revenues	<u>91,485</u>	<u>92,683</u>	<u>1,198</u>
Expenditures:			
Salaries	53,150	51,924	1,226
Maintenance	250	-	250
Telephone	1,500	1,838	(338)
Utilities	450	1,350	(900)
Travel	6,300	4,055	2,245
Postage	225	84	141
Publishing and printing	100	-	100
Dues and subscriptions	250	141	109
Training	1,500	277	1,223
Drugs and testing	6,500	4,330	2,170
Hospital and physician's fees	12,000	10,404	1,596
X-ray and interpretations	2,000	709	1,291
Supplies	650	595	55
Small equipment purchases	500	-	500
Other	<u>250</u>	<u>104</u>	<u>146</u>
Total expenditures	<u>85,625</u>	<u>75,811</u>	<u>9,814</u>
Net change in fund balance	\$ <u>5,860</u>	16,872	\$ <u>11,012</u>
Fund balance, beginning of year		<u>113,871</u>	
Fund balance, end of year		\$ <u>130,743</u>	

MONTGOMERY COUNTY, ILLINOIS

**Social Security Fund
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
Year Ended November 30, 2011**

	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:			
Property taxes	\$ 440,000	\$ 442,350	\$ 2,350
Replacement taxes	23,000	30,097	7,097
Interest	500	652	152
Intergovernmental	<u>2,500</u>	<u>1,396</u>	<u>(1,104)</u>
Total revenues	<u>466,000</u>	<u>474,495</u>	<u>8,495</u>
Expenditures:			
Payroll taxes, net of reimbursements	<u>543,720</u>	<u>516,660</u>	<u>27,060</u>
Total expenditures	<u>543,720</u>	<u>516,660</u>	<u>27,060</u>
Net change in fund balance	\$ <u>(77,720)</u>	(42,165)	\$ <u>35,555</u>
Fund balance, beginning of year		<u>67,066</u>	
Fund balance, end of year		\$ <u>24,901</u>	

MONTGOMERY COUNTY, ILLINOIS

Senior Citizens Fund
 Statement of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual
 Year Ended November 30, 2011

	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:			
Property taxes	\$ 76,000	\$ 76,257	\$ 257
Interest	<u>100</u>	<u>215</u>	<u>115</u>
Total revenues	<u>76,100</u>	<u>76,472</u>	<u>372</u>
Expenditures:			
Senior Citizen Social Services	<u>75,800</u>	<u>76,568</u>	<u>(768)</u>
Total expenditures	<u>75,800</u>	<u>76,568</u>	<u>(768)</u>
Net change in fund balance	\$ <u>300</u>	(96)	\$ <u>(396)</u>
Fund balance, beginning of year		<u>59,672</u>	
Fund balance, end of year		\$ <u>59,576</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, 2011**

	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:			
Property taxes	\$ 349,000	\$ 350,042	\$ 1,042
Interest	<u>1,000</u>	<u>695</u>	<u>(305)</u>
Total revenues	<u>350,000</u>	<u>350,737</u>	<u>737</u>
Expenditures:			
Insurance and claims	<u>413,709</u>	<u>411,613</u>	<u>2,096</u>
Total expenditures	<u>413,709</u>	<u>411,613</u>	<u>2,096</u>
Net change in fund balance	<u>\$ (63,709)</u>	<u>(60,876)</u>	<u>\$ 2,833</u>
Fund balance, beginning of year		<u>250,168</u>	
Fund balance, end of year		<u>\$ 189,292</u>	

MONTGOMERY COUNTY, ILLINOIS

**Emergency Telephone System Fund
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
Year Ended November 30, 2011**

	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:			
Fees	\$ 398,945	\$ 419,770	\$ 20,825
Interest	300	308	8
Miscellaneous	<u>1,000</u>	<u>1,940</u>	<u>940</u>
Total revenues	<u>400,245</u>	<u>422,018</u>	<u>21,773</u>
Expenditures:			
Salaries	315,010	371,632	(56,622)
Maintenance	42,699	-	42,699
Professional fees	2,000	-	2,000
Telephone	11,000	804	10,196
Travel	3,000	829	2,171
Postage	500	-	500
Printing and publishing	500	-	500
Contractual services	720	-	720
Dues and subscriptions	4,000	-	4,000
Training	4,740	-	4,740
Meeting	1,000	-	1,000
Fees for collecting surcharge	56,000	37,833	18,167
Office supplies	21,400	-	21,400
Gasoline - oil	4,120	-	4,120
Operating supplies	3,348	-	3,348
Contingency	1,500	-	1,500
Other	2,720	-	2,720
Uniforms	1,500	243	1,257
Small equipment purchases	10,000	-	10,000
Capital outlay	<u>5,000</u>	<u>-</u>	<u>5,000</u>
Total expenditures	<u>490,757</u>	<u>411,341</u>	<u>79,416</u>
Net change in fund balance	\$ <u>(90,512)</u>	10,677	\$ <u>101,189</u>
Fund balance, beginning of year		<u>(11,593)</u>	
Fund balance, end of year		\$ <u><u>(916)</u></u>	

MONTGOMERY COUNTY, ILLINOIS

Drug Asset Forfeiture Fund
 Statement of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual
 Year Ended November 30, 2011

	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:			
Interest	\$ 25	\$ 28	\$ 3
Forfeitures	<u>4,000</u>	<u>1,465</u>	<u>(2,535)</u>
Total revenues	<u>4,025</u>	<u>1,493</u>	<u>(2,532)</u>
Expenditures:			
Other	<u>5,000</u>	<u>77</u>	<u>4,923</u>
Total expenditures	<u>5,000</u>	<u>77</u>	<u>4,923</u>
Net change in fund balance	\$ <u>(975)</u>	1,416	\$ <u>2,391</u>
Fund balance, beginning of year		<u>5,366</u>	
Fund balance, end of year		<u>\$ 6,782</u>	

MONTGOMERY COUNTY, ILLINOIS

Veteran's Assistance Fund
 Statement of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual
 Year Ended November 30, 2011

	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:			
Interest	\$ 400	\$ 968	\$ 568
Property taxes	<u>73,700</u>	<u>73,941</u>	<u>241</u>
Total revenues	<u>74,100</u>	<u>74,909</u>	<u>809</u>
Expenditures:			
Salaries	35,537	35,537	-
Maintenance/service contracts	400	360	40
Utilities	-	353	(353)
Travel	1,300	2,120	(820)
Office	3,650	970	2,680
Insurance	500	500	-
Other	300	15	285
Dues and subscriptions	400	-	400
Training	800	615	185
Computer software	1,225	998	227
Aid to veterans	<u>-</u>	<u>4,589</u>	<u>(4,589)</u>
Total expenditures	<u>44,112</u>	<u>46,057</u>	<u>(1,945)</u>
Net change in fund balance	<u>\$ 29,988</u>	28,852	\$ <u>(1,136)</u>
Fund balance, beginning of year		<u>101,064</u>	
Fund balance, end of year		<u>\$ 129,916</u>	

MONTGOMERY COUNTY, ILLINOIS

**County Highway Fund
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
Year Ended November 30, 2011**

	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:			
Property taxes	\$ 398,850	\$ 388,127	\$ (10,723)
Replacement taxes	32,000	27,543	(4,457)
Miscellaneous	109,500	200,516	91,016
Interest	<u>2,800</u>	<u>3,112</u>	<u>312</u>
Total revenues	<u>543,150</u>	<u>619,298</u>	<u>76,148</u>
Expenditures:			
Salaries	618,727	607,764	10,963
Insurance and retirement	121,120	118,068	3,052
Maintenance	1,500	1,779	(279)
Utilities	19,000	12,918	6,082
Postage	1,000	1,000	-
Publishing and printing	100	139	(39)
Janitorial	2,400	2,420	(20)
Dues and subscriptions	1,000	776	224
Stock pile lease	1,000	450	550
Hauling and pickup service	750	480	270
Towel and laundry service	2,400	3,391	(991)
Drug/alcohol testing	400	689	(289)
Office supplies	5,000	3,549	1,451
Gasoline and oil	98,000	113,915	(15,915)
Materials and supplies	52,500	52,006	494
Contingency	5,000	18,248	(13,248)
Other	4,950	2,845	2,105
Capital outlay	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	934,847	940,437	(5,590)
Less reimbursements	<u>440,921</u>	<u>327,936</u>	<u>(112,985)</u>
Net expenditures	<u>493,926</u>	<u>612,501</u>	<u>(118,575)</u>
Excess (deficiency) of revenues over expenditures	<u>49,224</u>	<u>6,797</u>	<u>(42,427)</u>
Net change in fund balance	\$ <u>49,224</u>	6,797	\$ <u>(42,427)</u>
Fund balance, beginning of year		424,155	
Fund balance, end of year		\$ <u>430,952</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, 2011

	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:			
Interest	\$ <u>3,000</u>	\$ <u>947</u>	\$ <u>(2,053)</u>
Total revenues	<u>3,000</u>	<u>947</u>	<u>(2,053)</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>	947	\$ <u>947</u>
Fund balance, beginning of year		<u>93,799</u>	
Fund balance, end of year		\$ <u>94,746</u>	

MONTGOMERY COUNTY, ILLINOIS

**Equipment Fund
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
Year Ended November 30, 2011**

	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:			
Interest	\$ 1,500	\$ 3,343	\$ 1,843
Reimbursements	85,800	116,570	30,770
Other	<u>1,000</u>	<u>-</u>	<u>(1,000)</u>
Total revenues	<u>88,300</u>	<u>119,913</u>	<u>31,613</u>
Expenditures:			
Publishing and printing	100	-	100
Equipment rental	500	-	500
Equipment maintenance	10,000	5,447	4,553
Other	400	-	400
Small equipment purchases	-	12,462	(12,462)
Capital outlay	<u>135,000</u>	<u>94,924</u>	<u>40,076</u>
Total expenditures	<u>146,000</u>	<u>112,833</u>	<u>33,167</u>
Net change in fund balance	\$ <u>(57,700)</u>	7,080	\$ <u>64,780</u>
Fund balance, beginning of year		<u>379,380</u>	
Fund balance, end of year		\$ <u>386,460</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, 2011

	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:			
Property taxes	\$ 199,400	\$ 194,064	\$ (5,336)
Replacement taxes	15,000	13,771	(1,229)
Intergovernmental	100,000	49,361	(50,639)
Interest	12,500	6,691	(5,809)
Other	<u>-</u>	<u>83,546</u>	<u>83,546</u>
Total revenues	<u>326,900</u>	<u>347,433</u>	<u>20,533</u>
Expenditures:			
Printing and publishing	100	-	100
Engineering	128,000	38,715	89,285
Bridge construction	<u>325,000</u>	<u>171,709</u>	<u>153,291</u>
Total expenditures	<u>453,100</u>	<u>210,424</u>	<u>242,676</u>
Net change in fund balance	\$ <u>(126,200)</u>	137,009	\$ <u>263,209</u>
Fund balance, beginning of year		<u>612,398</u>	
Fund balance, end of year		\$ <u>749,407</u>	

MONTGOMERY COUNTY, ILLINOIS

**Probation Fee Fund
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
Year Ended November 30, 2011**

	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:			
Interest	\$ 5,000	\$ 2,966	\$ (2,034)
Fees	<u>80,000</u>	<u>65,094</u>	<u>(14,906)</u>
Total revenues	<u>85,000</u>	<u>68,060</u>	<u>(16,940)</u>
Expenditures:			
Training	10,000	16,611	(6,611)
Offender services	50,000	822	49,178
Supplies/small equipment purchases	50,000	9,586	40,414
Other	55,000	66,080	(11,080)
Capital outlay	<u>15,000</u>	<u>-</u>	<u>15,000</u>
Total expenditures	<u>180,000</u>	<u>93,099</u>	<u>86,901</u>
Net change in fund balance	\$ <u>(95,000)</u>	(25,039)	\$ <u>69,961</u>
Fund balance, beginning of year		<u>330,636</u>	
Fund balance, end of year		\$ <u>305,597</u>	

MONTGOMERY COUNTY, ILLINOIS

Record Keeping Improvement Fund
 Statement of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual
 Year Ended November 30, 2011

	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:			
Interest	\$ 300	\$ 326	\$ 26
Fees	<u>33,000</u>	<u>30,382</u>	<u>(2,618)</u>
Total revenues	<u>33,300</u>	<u>30,708</u>	<u>(2,592)</u>
Expenditures:			
Contractual services	30,000	31,855	(1,855)
Other	<u>33,800</u>	<u>3,138</u>	<u>30,662</u>
Total expenditures	<u>63,800</u>	<u>34,993</u>	<u>28,807</u>
Net change in fund balance	\$ <u>(30,500)</u>	(4,285)	\$ <u>26,215</u>
Fund balance, beginning of year		<u>33,529</u>	
Fund balance, end of year		\$ <u>29,244</u>	

MONTGOMERY COUNTY, ILLINOIS

Coroner's Fund
 Statement of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual
 Year ended November 30, 2011

	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:			
Fees	\$ -	\$ <u>3,320</u>	\$ <u>3,320</u>
Total revenues	-	<u>3,320</u>	<u>3,320</u>
Expenditures:			
Other	-	-	-
Total expenditures	-	-	-
Net change in fund balance	\$ <u>-</u>	3,320	\$ <u>3,320</u>
Fund balance, beginning of year		<u>1,190</u>	
Fund balance, end of year		\$ <u>4,510</u>	

MONTGOMERY COUNTY, ILLINOIS

Electronic Citation Fund
 Statement of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual
 Year ended November 30, 2011

	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:			
Fees	\$ -	\$ <u>1,752</u>	\$ <u>1,752</u>
Total revenues	-	<u>1,752</u>	<u>1,752</u>
Expenditures:			
Other	-	<u>46</u>	<u>(46)</u>
Total expenditures	-	<u>46</u>	<u>(46)</u>
Net change in fund balance	\$ <u>-</u>	1,706	\$ <u>1,706</u>
Fund balance, beginning of year		-	
Fund balance, end of year		\$ <u>1,706</u>	

Document Storage Fund
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
Year Ended November 30, 2011

	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:			
Interest	\$ 6,500	\$ 1,724	\$ (4,776)
Fees	<u>68,000</u>	<u>58,973</u>	<u>(9,027)</u>
Total revenues	<u>74,500</u>	<u>60,697</u>	<u>(13,803)</u>
Expenditures:			
Salaries	51,994	46,076	5,918
Health insurance	14,000	14,388	(388)
Document preparation	85,000	100,343	(15,343)
Office supplies	1,000	29	971
Other	100	-	100
Small equipment purchases	10,000	-	10,000
Capital outlay	<u>20,000</u>	<u>13,607</u>	<u>6,393</u>
Total expenditures	<u>182,094</u>	<u>174,443</u>	<u>7,651</u>
Net change in fund balance	\$ <u>(107,594)</u>	(113,746)	\$ <u>(6,152)</u>
Fund balance, beginning of year		<u>211,735</u>	
Fund balance, end of year		\$ <u>97,989</u>	

MONTGOMERY COUNTY, ILLINOIS

Victim Impact Fund
 Statement of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual
 Year Ended November 30, 2011

	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:			
Fees	\$ 1,250	\$ 810	\$ (440)
Interest	<u> -</u>	<u> 5</u>	<u> 5</u>
Total revenues	<u>1,250</u>	<u>815</u>	<u>(435)</u>
 Expenditures:			
Other	<u>1,800</u>	<u>519</u>	<u>1,281</u>
Total expenditures	<u>1,800</u>	<u>519</u>	<u>1,281</u>
Net change in fund balance	\$ <u>(550)</u>	296	\$ <u>846</u>
 Fund balance, beginning of year		<u>2,638</u>	
Fund balance, end of year		<u>\$ 2,934</u>	

MONTGOMERY COUNTY, ILLINOIS

Clerk Automation Fund
 Statement of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual
 Year Ended November 30, 2011

	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:			
Interest	\$ 140	\$ 394	\$ 254
Fees	<u>12,000</u>	<u>13,571</u>	<u>1,571</u>
Total revenues	<u>12,140</u>	<u>13,965</u>	<u>1,825</u>
Expenditures:			
Software and other	<u>16,000</u>	<u>10,369</u>	<u>5,631</u>
Total expenditures	<u>16,000</u>	<u>10,369</u>	<u>5,631</u>
Net change in fund balance	<u>\$ (3,860)</u>	3,596	<u>\$ 7,456</u>
Fund balance, beginning of year		<u>43,452</u>	
Fund balance, end of year		<u>\$ 47,048</u>	

MONTGOMERY COUNTY, ILLINOIS

**Drug Court Fund
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
Year ended November 30, 2011**

	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:			
Fees	\$ 28,184	\$ 47,224	\$ 19,040
Interest	-	100	100
Intergovernmental	<u>84,552</u>	<u>103,000</u>	<u>18,448</u>
Total revenues	<u>112,736</u>	<u>150,324</u>	<u>37,588</u>
Expenditures:			
Other	82,736	66,774	15,962
Contractual	<u>30,000</u>	<u>33,944</u>	<u>(3,944)</u>
Total expenditures	<u>112,736</u>	<u>100,718</u>	<u>12,018</u>
Net change in fund balance	\$ <u>-</u>	49,606	\$ <u>49,606</u>
Fund balance, beginning of year		-	
Fund balance, end of year		\$ <u>49,606</u>	

MONTGOMERY COUNTY, ILLINOIS

**County Court Fund
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
Year Ended November 30, 2011**

	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:			
Interest	\$ 7,000	\$ 3,337	\$ (3,663)
Fees	<u>70,000</u>	<u>48,560</u>	<u>(21,440)</u>
Total revenues	<u>77,000</u>	<u>51,897</u>	<u>(25,103)</u>
Expenditures:			
Salaries	17,400	12,944	4,456
Court ordered expenses	40,000	-	40,000
Court ordered counsel	20,000	-	20,000
Other	9,000	409	8,591
Small equipment purchases	5,000	2,541	2,459
Capital outlay	<u>7,500</u>	<u>-</u>	<u>7,500</u>
Total expenditures	<u>98,900</u>	<u>15,894</u>	<u>83,006</u>
Excess (deficiency) of revenues over expenditures	<u>(21,900)</u>	<u>36,003</u>	<u>57,903</u>
Other financing sources (uses):			
Transfers out	<u>(40,000)</u>	<u>(40,000)</u>	<u>-</u>
Total other financing sources (uses)	<u>(40,000)</u>	<u>(40,000)</u>	<u>-</u>
Net change in fund balance	\$ <u>(61,900)</u>	(3,997)	\$ <u>57,903</u>
Fund balance, beginning of year		<u>341,935</u>	
Fund balance, end of year		\$ <u>337,938</u>	

MONTGOMERY COUNTY, ILLINOIS

Automation Fund
 Statement of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual
 Year Ended November 30, 2011

	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:			
Interest	\$ 4,000	\$ 3,148	\$ (852)
Fees	<u>65,000</u>	<u>58,839</u>	<u>(6,161)</u>
Total revenues	<u>69,000</u>	<u>61,987</u>	<u>(7,013)</u>
Expenditures:			
Maintenance	30,500	16,068	14,432
Other	1,100	-	1,100
Small equipment purchases	25,000	28,147	(3,147)
Capital outlay	<u>40,000</u>	<u>31,623</u>	<u>8,377</u>
Total expenditures	<u>96,600</u>	<u>75,838</u>	<u>20,762</u>
Net change in fund balance	\$ <u>(27,600)</u>	(13,851)	\$ <u>13,749</u>
Fund balance, beginning of year		<u>325,887</u>	
Fund balance, end of year		<u>\$ 312,036</u>	

MONTGOMERY COUNTY, ILLINOIS

County Drug Fund
 Statement of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual
 Year Ended November 30, 2011

	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:			
Interest	\$ -	\$ -	\$ -
Fees	<u>-</u>	<u>7,008</u>	<u>7,008</u>
Total revenues	<u>-</u>	<u>7,008</u>	<u>7,008</u>
Expenditures:			
Small equipment purchases	<u>-</u>	<u>1,186</u>	<u>(1,186)</u>
Total expenditures	<u>-</u>	<u>1,186</u>	<u>(1,186)</u>
Net change in fund balance	<u>\$ -</u>	5,822	\$ <u>5,822</u>
Fund balance, beginning of year		<u>10,604</u>	
Fund balance, end of year		<u>\$ 16,426</u>	

Law Library Fund
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
Year Ended November 30, 2011

	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:			
Interest	\$ 250	\$ 383	\$ 133
Fees	<u>15,000</u>	<u>18,916</u>	<u>3,916</u>
Total revenues	<u>15,250</u>	<u>19,299</u>	<u>4,049</u>
Expenditures:			
Contractual services	10,800	9,704	1,096
Other	<u>9,200</u>	<u>8,704</u>	<u>496</u>
Total expenditures	<u>20,000</u>	<u>18,408</u>	<u>1,592</u>
Net change in fund balance	\$ <u>(4,750)</u>	891	\$ <u>5,641</u>
Fund balance, beginning of year		<u>39,327</u>	
Fund balance, end of year		\$ <u>40,218</u>	

MONTGOMERY COUNTY, ILLINOIS

Drug Test Fund
 Statement of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual
 Year Ended November 30, 2011

	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:			
Interest	\$ 75	\$ 25	\$ (50)
Fees	<u>12,000</u>	<u>20,447</u>	<u>8,447</u>
Total revenues	<u>12,075</u>	<u>20,472</u>	<u>8,397</u>
Expenditures:			
Other	<u>27,000</u>	<u>20,129</u>	<u>6,871</u>
Total expenditures	<u>27,000</u>	<u>20,129</u>	<u>6,871</u>
Net change in fund balance	\$ <u>(14,925)</u>	343	\$ <u>15,268</u>
Fund balance, beginning of year		<u>4,011</u>	
Fund balance, end of year		\$ <u>4,354</u>	

MONTGOMERY COUNTY, ILLINOIS

Revolving Loan Fund
 Statement of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual
 Year Ended November 30, 2011

	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:			
Interest	\$ <u>4,500</u>	\$ <u>1,808</u>	\$ <u>(2,692)</u>
Total revenues	<u>4,500</u>	<u>1,808</u>	<u>(2,692)</u>
Expenditures:			
Other	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	\$ <u>4,500</u>	1,808	\$ <u>(2,692)</u>
Fund balance, beginning of year		<u>274,928</u>	
Fund balance, end of year		\$ <u>276,736</u>	

AGENCY FUNDS

MONTGOMERY COUNTY, ILLINOIS

Combining Statement of Changes in Assets and Liabilities
 Agency Funds
 November 30, 2011

	<u>Circuit Clerk's Fund</u>	<u>County Clerk's Fund</u>	<u>Emergency Management Agency Funds</u>
<u>Assets</u>			
Cash	\$ 399,286	\$ 84,082	\$ 91,110
Certificates of deposit	143,506	-	-
Accounts receivable	<u>-</u>	<u>-</u>	<u>-</u>
Total assets	\$ <u>542,792</u>	\$ <u>84,082</u>	\$ <u>91,110</u>
<u>Liabilities</u>			
Due to others	\$ 542,792	\$ 84,082	\$ -
Due to other funds	<u>-</u>	<u>-</u>	<u>91,110</u>
Total liabilities	\$ <u>542,792</u>	\$ <u>84,082</u>	\$ <u>91,110</u>

MONTGOMERY COUNTY, ILLINOIS

Combining Statement of Changes in Assets and Liabilities
 Agency Funds
 November 30, 2011

<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>
\$ 150,013	\$ 972	\$ 734	\$ 443,563	\$ 329,376	\$ 1,499,136
-	-	-	-	-	143,506
-	-	-	<u>110,249</u>	<u>7,629</u>	<u>117,878</u>
<u>\$ 150,013</u>	<u>\$ 972</u>	<u>\$ 734</u>	<u>\$ 553,812</u>	<u>\$ 337,005</u>	<u>\$ 1,760,520</u>
\$ -	\$ -	\$ -	\$ 553,812	\$ 313,404	\$ 1,494,090
<u>150,013</u>	<u>972</u>	<u>734</u>	-	<u>23,601</u>	<u>266,430</u>
<u>\$ 150,013</u>	<u>\$ 972</u>	<u>\$ 734</u>	<u>\$ 553,812</u>	<u>\$ 337,005</u>	<u>\$ 1,760,520</u>

MONTGOMERY COUNTY, ILLINOIS

Circuit Clerk's Funds
Statement of Changes in Assets and Liabilities
Year Ended November 30, 2011

	<u>Balance December 1, 2010</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance November 30, 2011</u>
<u>Assets</u>				
Cash	\$ 1,072,456	\$ 2,912,660	\$ 3,585,830	\$ 399,286
Certificates of deposit	<u>143,436</u>	<u>70</u>	<u>-</u>	<u>143,506</u>
Total assets	<u>\$ 1,215,892</u>	<u>\$ 2,912,730</u>	<u>\$ 3,585,830</u>	<u>\$ 542,792</u>
<u>Liabilities</u>				
Deposits payable and due to others	<u>\$ 1,215,892</u>	<u>\$ 2,912,730</u>	<u>\$ 3,585,830</u>	<u>\$ 542,792</u>
Total liabilities	<u>\$ 1,215,892</u>	<u>\$ 2,912,730</u>	<u>\$ 3,585,830</u>	<u>\$ 542,792</u>

MONTGOMERY COUNTY, ILLINOIS

County Clerk's Funds
Statement of Changes in Assets and Liabilities
Year Ended November 30, 2011

	<u>Balance December 1, 2010</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance November 30, 2011</u>
<u>Assets</u>				
Cash	\$ <u>72,097</u>	\$ <u>1,087,922</u>	\$ <u>1,075,937</u>	\$ <u>84,082</u>
<u>Liabilities</u>				
Due to others	\$ <u>72,097</u>	\$ <u>1,087,922</u>	\$ <u>1,075,937</u>	\$ <u>84,082</u>

MONTGOMERY COUNTY, ILLINOIS

**Emergency Management Agency Funds
Statement of Changes in Assets and Liabilities
Year Ended November 30, 2011**

	<u>Balance December 1, 2010</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance November 30, 2011</u>
Revolving Fund - EMA:				
<u>Assets</u>				
Cash	\$ <u>554</u>	\$ <u>4,134</u>	\$ <u>4,174</u>	\$ <u>514</u>
<u>Liabilities</u>				
Due to other funds	\$ <u>554</u>	\$ <u>4,134</u>	\$ <u>4,174</u>	\$ <u>514</u>
Ambulance Fund:				
<u>Assets</u>				
Cash	\$ <u>120,082</u>	\$ <u>1,347,361</u>	\$ <u>1,376,847</u>	\$ <u>90,596</u>
<u>Liabilities</u>				
Due to other governmental agencies and others	\$ <u>120,082</u>	\$ <u>1,347,361</u>	\$ <u>1,376,847</u>	\$ <u>90,596</u>
Total Emergency Management Agency Funds:				
<u>Assets</u>				
Cash	\$ <u>120,636</u>	\$ <u>1,351,495</u>	\$ <u>1,381,021</u>	\$ <u>91,110</u>
<u>Liabilities</u>				
Due to other governmental agencies	\$ 120,082	\$ 1,347,361	\$ 1,376,847	\$ 90,596
Due to other funds	<u>554</u>	<u>4,134</u>	<u>4,174</u>	<u>514</u>
Total liabilities	\$ <u>120,636</u>	\$ <u>1,351,495</u>	\$ <u>1,381,021</u>	\$ <u>91,110</u>

MONTGOMERY COUNTY, ILLINOIS

Sheriff's Funds
Statement of Changes in Assets and Liabilities
Year Ended November 30, 2011

	<u>Balance December 1, 2010</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance November 30, 2011</u>
<u>Assets</u>				
Cash	\$ <u>109,672</u>	\$ <u>422,384</u>	\$ <u>382,043</u>	\$ <u>150,013</u>
<u>Liabilities</u>				
Due to other funds	\$ <u>109,672</u>	\$ <u>422,384</u>	\$ <u>382,043</u>	\$ <u>150,013</u>

MONTGOMERY COUNTY, ILLINOIS

State's Attorney Fund
Statement of Changes in Assets and Liabilities
Year Ended November 30, 2011

	<u>Balance December 1, 2010</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance November 30, 2011</u>
<u>Assets</u>				
Cash	\$ <u>616</u>	\$ <u>3,232</u>	\$ <u>2,876</u>	\$ <u>972</u>
<u>Liabilities</u>				
Due to other funds	\$ <u>616</u>	\$ <u>3,232</u>	\$ <u>2,876</u>	\$ <u>972</u>

MONTGOMERY COUNTY, ILLINOIS

Probation Fund
Statement of Changes in Assets and Liabilities
Year Ended November 30, 2011

	<u>Balance December 1, 2010</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance November 30, 2011</u>
<u>Assets</u>				
Cash	\$ <u>817</u>	\$ <u>2,024</u>	\$ <u>2,107</u>	\$ <u>734</u>
<u>Liabilities</u>				
Due to other funds	\$ <u>817</u>	\$ <u>2,024</u>	\$ <u>2,107</u>	\$ <u>734</u>

MONTGOMERY COUNTY, ILLINOIS

**Township Motor Fuel Tax Fund
Statement of Changes in Assets and Liabilities
Year Ended November 30, 2011**

	<u>Balance December 1, 2010</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance November 30, 2011</u>
<u>Assets</u>				
Cash	\$ 452,072	\$ 1,645,092	\$ 1,653,601	\$ 443,563
Receivables	<u>111,655</u>	<u>-</u>	<u>1,406</u>	<u>110,249</u>
Total assets	\$ <u>563,727</u>	\$ <u>1,645,092</u>	\$ <u>1,655,007</u>	\$ <u>553,812</u>
<u>Liabilities</u>				
Due to other funds	\$ -	\$ -	\$ -	\$ -
Due to other taxing units	<u>563,727</u>	<u>1,645,092</u>	<u>1,655,007</u>	<u>553,812</u>
Total liabilities	\$ <u>563,727</u>	\$ <u>1,645,092</u>	\$ <u>1,655,007</u>	\$ <u>553,812</u>

MONTGOMERY COUNTY, ILLINOIS

County Treasurer's Other Funds
Statement of Changes in Assets and Liabilities
Year Ended November 30, 2011

	<u>Balance December 1, 2010</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance November 30, 2011</u>
Clearing Accounts:				
<u>Assets</u>				
Cash	\$ 8,011	\$ 269,923	\$ 261,962	\$ 15,972
Receivable - State of Illinois	<u>46,087</u>	<u>-</u>	<u>38,458</u>	<u>7,629</u>
	<u>\$ 54,098</u>	<u>\$ 269,923</u>	<u>\$ 300,420</u>	<u>\$ 23,601</u>
 <u>Liabilities</u>				
Due to other funds	<u>\$ 54,098</u>	<u>\$ 269,923</u>	<u>\$ 300,420</u>	<u>\$ 23,601</u>
 Drainage District Funds:				
<u>Assets</u>				
Cash	\$ 267,861	\$ 87,389	\$ 116,637	\$ 238,613
Accrued interest	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<u>\$ 267,861</u>	<u>\$ 87,389</u>	<u>\$ 116,637</u>	<u>\$ 238,613</u>
 <u>Liabilities</u>				
Due to drainage districts	<u>\$ 267,861</u>	<u>\$ 87,389</u>	<u>\$ 116,637</u>	<u>\$ 238,613</u>
 Trustee Auction Escrow:				
<u>Assets</u>				
Cash	<u>\$ 317</u>	<u>\$ 1,315</u>	<u>\$ 1,632</u>	<u>\$ -</u>
 <u>Liabilities</u>				
Due to others'	<u>\$ 317</u>	<u>\$ 1,315</u>	<u>\$ 1,632</u>	<u>\$ -</u>

MONTGOMERY COUNTY, ILLINOIS

**County Treasurer's Other Funds
Statement of Changes in Assets and Liabilities (Continued)
Year Ended November 30, 2011**

	<u>Balance December 1, 2010</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance November 30, 2011</u>
Inheritance Tax Fund:				
<u>Assets</u>				
Cash	\$ <u>10,049</u>	\$ <u>21</u>	\$ <u>-</u>	\$ <u>10,070</u>
<u>Liabilities</u>				
Due to other governmental agencies	\$ <u>10,049</u>	\$ <u>21</u>	\$ <u>-</u>	\$ <u>10,070</u>
Condemnation Suits Fund:				
<u>Assets</u>				
Cash	\$ <u>2,940</u>	\$ <u>5</u>	\$ <u>-</u>	\$ <u>2,945</u>
<u>Liabilities</u>				
Due to others	\$ <u>2,940</u>	\$ <u>5</u>	\$ <u>-</u>	\$ <u>2,945</u>
County Treasurer Escheats Fund:				
<u>Assets</u>				
Cash	\$ <u>58,068</u>	\$ <u>587</u>	\$ <u>-</u>	\$ <u>58,655</u>
<u>Liabilities</u>				
Due to others	\$ <u>58,068</u>	\$ <u>587</u>	\$ <u>-</u>	\$ <u>58,655</u>
Delinquent Property Fund:				
<u>Assets</u>				
Cash	\$ <u>4,683</u>	\$ <u>17</u>	\$ <u>3,046</u>	\$ <u>1,654</u>
<u>Liabilities</u>				
Due to others	\$ <u>4,683</u>	\$ <u>17</u>	\$ <u>3,046</u>	\$ <u>1,654</u>

MONTGOMERY COUNTY, ILLINOIS

County Treasurer's Other Funds
Statement of Changes in Assets and Liabilities (Continued)
Year Ended November 30, 2011

	<u>Balance December 1, 2010</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance November 30, 2011</u>
Collector's Funds:				
<u>Assets</u>				
Cash	\$ <u>1,260</u>	\$ <u>33,720,974</u>	\$ <u>33,720,767</u>	\$ <u>1,467</u>
<u>Liabilities</u>				
Due to taxing bodies	\$ <u>1,260</u>	\$ <u>33,720,974</u>	\$ <u>33,720,767</u>	\$ <u>1,467</u>
Total County Treasurer's Funds:				
<u>Assets</u>				
Cash	\$ 353,189	\$ 34,080,231	\$ 34,104,044	\$ 329,376
Accounts receivable	<u>46,087</u>	<u>-</u>	<u>38,458</u>	<u>7,629</u>
Total assets	\$ <u>399,276</u>	\$ <u>34,080,231</u>	\$ <u>34,142,502</u>	\$ <u>337,005</u>
<u>Liabilities</u>				
Due to taxing bodies	\$ 1,260	\$ 33,720,974	\$ 33,720,767	\$ 1,467
Due to drainage districts	267,861	87,389	116,637	238,613
Due to others	66,008	1,924	4,678	63,254
Due to other governmental agencies	10,049	21	-	10,070
Due to other funds	<u>54,098</u>	<u>269,923</u>	<u>300,420</u>	<u>23,601</u>
Total liabilities	\$ <u>399,276</u>	\$ <u>34,080,231</u>	\$ <u>34,142,502</u>	\$ <u>337,005</u>

SINGLE AUDIT SECTION

PATTON & COMPANY, P.C.

Certified Public Accountants

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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, 2011, which collectively comprise Montgomery County, Illinois', basic financial statements and have issued our report thereon dated April 2, 2012. 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 2, 2012.

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 2, 2012

PATTON & COMPANY, P.C.

Certified Public Accountants

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Independent Auditors' Report on Compliance with Requirements That Could Have a Direct and Material Effect on 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 could have a direct and material effect on each of Montgomery County, Illinois' major federal programs for the year ended November 30, 2011. 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 compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended November 30, 2011.

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 was not designed to identify all deficiencies in internal control over compliance that might be deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

This report is intended 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 2, 2012

MONTGOMERY COUNTY, ILLINOIS

**Schedule of Expenditures of Federal Awards
Year Ended November 30, 2011**

<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	7/11/10-6/30/11	\$ 86,500
	10.557	10CM001476	7/11/10-6/30/11	450,201
	10.557	011GQ01231	7/11/11-6/30/12	41,163
	10.557	011GQ01625	7/11/11-6/30/12	<u>8,333</u>
Total major programs				<u>\$ 586,197</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	7/11/10-6/30/11	\$ 37,254
	93.959	011GQ01737	7/11/11-6/30/12	13,822
	93.959	43CQOA1476	7/11/11-6/30/12	<u>22,411</u>
				<u>\$ 73,487</u>
U.S. Department of Health and Human Services				
Illinois Department of Human Services				
Social Services Block Grant	93.667	10CM001476	7/11/10-6/30/11	\$ 4,000
	93.667	011GQ00148	7/11/11-6/30/12	<u>1,333</u>
				<u>\$ 5,333</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		\$ 68,688
	93.283	26180024		<u>50,329</u>
				<u>119,017</u>
Public Health Programs - Including operating expenses	93.283	13281065		<u>11,812</u>
				<u>\$ 130,829</u>

See accompanying notes to schedule of expenditures of federal awards.

MONTGOMERY COUNTY, ILLINOIS

**Schedule of Expenditures of Federal Awards
Year Ended November 30, 2011**

<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	07181065		\$ 34,448
Illinois Department of Public Health		17180025		<u>34,735</u>
Emergency Preparedness				\$ <u>69,183</u>
U.S. Department of Health and Human Services				
Title III B, Title III E				
Grants for Supportive Services				
and Senior Citizens				
	93.044	CC02-11B	11/1/10 - 10/31/11	\$ 467
	93.044	CC02-11A	11/1/10 - 10/31/11	2,309
	93.044	IA02-12B	11/1/11 - 10/31/12	100
	93.044	IA02-12A	11/1/11 - 10/31/12	492
	93.044	AA02-11	10/1/10 - 09/30/11	2,917
	93.044	AA02-12	10/1/11 - 09/30/12	583
	93.044	CC02-11C	11/1/11 - 10/31/12	5,815
	93.044	AA02-11A	11/1/11 - 10/31/12	<u>750</u>
				\$ <u>13,433</u>
Title VII				
Chapter 3 Programs for Prevention of				
Elder Abuse, Neglect and Exploitation				
	93.041	MT02-11	10/1/10 - 09/30/11	\$ 2,500
	93.041	MT02-12	10/1/11 - 09/30/12	<u>500</u>
				\$ <u>3,000</u>
U.S. Department of Health and Human Services				
Illinois Department of Human Services				
Child Support Enforcement	93.563		07/1/10 - 06/30/11	\$ 5,390
	93.563		07/1/11 - 06/30/12	<u>620</u>
				\$ <u>6,010</u>

See accompanying notes to schedule of expenditures of federal awards.

MONTGOMERY COUNTY, ILLINOIS

**Schedule of Expenditures of Federal Awards
Year Ended November 30, 2011**

<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		10/1/10 - 9/30/11	\$ <u>22,511</u>
U.S. Department of Health and Human Services Voting Access for Individuals with Disabilities	93.617		7/1/11 - 6/30/12	\$ <u>937</u>
U.S. Election Assistance Commission Help America Vote Act Requirement Payments	90.401			\$ <u>38,427</u>
Department of Justice Bureau of Justice Assistance Drug Court Discretionary Grant Program	16.585		10/1/10 - 9/30/13	\$ <u>103,000</u>
Total nonmajor programs				\$ <u>466,400</u>
Total federal expenditures				\$ <u>1,052,597</u>

See accompanying notes to schedule of expenditures of federal awards.

MONTGOMERY COUNTY, ILLINOIS

**Schedule of Findings and Questioned Costs
Year Ended November 30, 2011**

Section I - Summary of Auditors' Results

November 30, 2011 Financial Statements

- | | | |
|--|-------------------|--|
| 1. Type of Auditor's Report issued: | Unqualified | |
| 2. Internal control over financial reporting: | | |
| . Material weakness(es) identified? | ___ Yes | <u> X </u> No |
| . Reportable condition(s) identified that are not considered to be material weaknesses? | ___ Yes | <u> X </u> None reported |
| 3. Noncompliance material to financial statements noted | ___ Yes | <u> X </u> No |
| 4. Federal Awards | | |
| Internal control over major programs: | | |
| . Material weakness(es) identified? | ___ Yes | <u> X </u> No |
| . Reportable condition(s) identified that are not considered to be material weaknesses? | ___ Yes | <u> X </u> 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 | <u> X </u> No |
| 7. Identification of major programs: | CFDA
Number(s) | <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? | <u> X </u> Yes | ___ No |

MONTGOMERY COUNTY, ILLINOIS

**Schedule of Findings and Questioned Costs
Year Ended November 30, 2011**

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, 2011**

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, 2011.