

MACON COUNTY, ILLINOIS

***COMPREHENSIVE ANNUAL
FINANCIAL REPORT***

***For the fiscal year ended
November 30, 2011***

May, Cocagne & King, P.C.

Certified Public Accountants & Consultants

COUNTY, ILLINOIS

***COMPREHENSIVE ANNUAL
FINANCIAL REPORT***

***For the fiscal year ended
November 30, 2011***

***Report prepared and issued by
the Macon County Auditor's Office***

Amy C. Stockwell, County Auditor

MACON COUNTY, ILLINOIS

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INTRODUCTORY SECTION



May 31, 2012

To the Citizens of Macon County, Illinois and the Macon County Board

Ladies and Gentlemen:

We are pleased to present Macon County, Illinois' (the County) Comprehensive Annual Financial Report (CAFR) for the year ended November 30, 2011. It has been prepared in accordance with Generally Accepted Accounting Principles (GAAP) as applicable to governmental entities. The County is responsible for the accuracy and fairness of the presentation of the financial statements and other information as presented herein. The data presented in this report is believed to be accurate in all material respects, and all statements and disclosures necessary for the reader to obtain a thorough understanding of the County's financial activities have been included.

The CAFR is presented in three (3) sections: introductory, financial and statistical. The introductory section includes this transmittal letter, a list of principal officials, and the County's organizational chart. The financial section includes the basic financial statements, as well as the auditor's opinion on the financial statements and schedules. The statistical section includes selected financial and demographic information generally presented on a multi-year basis.

This report is intended to provide informative and relevant financial information for the citizens of the County, board members, investors, creditors and other concerned readers. All are encouraged to contact me with any comments or questions concerning this report.

In accordance with requirements established by Illinois law, the County's financial statements have been audited by independent certified public accountants. The independent auditor's report is presented as the first component of the financial section of this report and includes an unqualified opinion.

Macon County Office Building • 141 South Main, Room 312 • Decatur, Illinois 62523
Phone: 217/424-1385 • Fax: 217/424-1356 • astockwell@co.macon.il.us

An audit was also conducted to meet the requirements of the Federal Single Audit Act Amendment of 1996 and related U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments and Non-Profit Organizations*. The standards governing Single Audit engagements require the independent auditor to report not only on the fair presentation of the financial statements, but also on the audited government's internal controls and compliance with legal requirements, with special emphasis on the administration of Federal and state awards. The results of the Federal Single Audit are presented as part of the CAFR.

The role of the auditors is to audit the basic financial statements to determine if they are free of material misstatements and to assess the accounting principles used. Based on their findings, they express an opinion on the fairness of the statements and disclose any material weaknesses. Responsibility for the accuracy of the data presented as well as the completeness and fairness of the presentation of this report rests with County management.

A system of internal control consists of all measures that the management of an organization implements in order to protect the organization's assets from theft, loss, or misuse (intentional and unintentional) and to ensure the accuracy of the City's financial statements. The management of Macon County is responsible for developing, monitoring and maintaining a cost beneficial system of internal control over all financial related activities of the County. This responsibility is undertaken jointly by the Audit Sub Committee of the Macon County Board, the Finance Committee of the Macon County Board, the Macon County Auditor, and the elected officials. There is an ongoing assessment of the effectiveness of existing internal controls, taking into consideration their costs and benefits. Recommendations for improvement also consider costs and benefits.

In accordance with GAAP, this CAFR includes a narrative introduction from management, which provides an overview and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A, and should be read in conjunction with it. The County's MD&A can be found immediately following the report of the independent auditors.

Macon County Illinois.

Established in 1829, Macon County is 581 square miles located centrally in the State of Illinois some 150 miles south of Chicago and west of Indianapolis, 109 miles northeast of St. Louis and 70 miles south east of Peoria. The county was explored and settled because of the richly productive nature of its prairie lands which have been plowed and farmed for almost two hundred years. During the 20th century, Decatur became an important manufacturing center because of its central location and the entrepreneurial energy of its people. During the 1990's and into the beginning of the new century, Macon County was hit hard with plant closings. The population of the County has been in a gradual decline over several decades.

Macon County retains its industrial character, with a number of companies having major manufacturing facilities here. Macon County is the location for the headquarters of Archer Daniels Midland and Tate & Lyle North America; Caterpillar has a major plant here and has expanded to serve a growing world-wide market for heavy equipment especially demanded by developing economies. As the national economy is changing, so is that of Macon County. For a complete list of current employers, please see the statistical section of this document.

The 2010 Census shows a decline in total population and a stronger decline in population in the central city. Macon County and Decatur have shown falling populations for decades; the most recent loss was less dramatic than at other points in Macon County's history. Macon County's losses are in marked contrast to the experience of two of our neighbors, McLean and Champaign counties which have grown. Because the law of supply and demand is as immutable as the law of gravity, this long term population loss is now being reflected in the equalized assessed valuation (EAV) which is the basis for property taxes. We have now seen declines in the total county EAV, and this trend is likely to continue. For a complete analysis of EAV, please see the statistical section of this report.

Government Structure and Services

Macon County government provides a full range of services to the citizens, including most prominently the Courts and criminal justice system which is the historic first and still the most essential function of County government. The County administers the consolidated civil and criminal justice system, and fulfills various law enforcement functions through the Sheriff's Office. Other major county responsibilities include maintenance of all property records, administration of consolidated elections, provision of public health services and maintenance of county roads, bridges and highways. A number of other functions are performed by county officials, including emergency management services, animal control, job training and workforce development, the veteran's commission and environmental management among others.

Macon County is a non-home rule county government governed by the Illinois County Code, 55 ILCS 5+ and related acts. It is composed of 24 departments, including 9 independently elected officials, the judiciary, and a twenty one member County Board elected from seven three member districts. The Board is both the legislative policy maker and the supervisor of administration for departments that report directly to the Board.

County government is thus structured by state law as the checks and balances of all three branches of government. Elected officials, department heads and county board members largely work cooperatively together to insure the smooth functioning of county government. Macon County government also has cooperative arrangements with other governmental agencies, including the City of Decatur and various townships and villages throughout the county. County leadership has indicated their strong desire to develop additional cooperative arrangements.

Future Outlook

Macon County has now completed ten years in which revenues exceed spending in the general fund, a highly unusual situation. Reserves are healthy, and Macon County Board leadership has announced a plan to return \$1,000,000 to taxpayers in the FY 2013 budget process. These financial results are fully discussed in the Management Discussion and Analysis section of this report.

While financial challenges remain because of the underlying population and economy of Macon County, a number of long term initiatives are being undertaken.

- County Board Chair convening an assessed valuation study group to help educate all parties on the complex valuation process and solicit suggestions on improving customer service in this area.
- County Board Chair convening a study group to address long term water planning for the county and its major employers.
- Work continues in preparation for the South-East Beltway which is expected to have a major impact on the transportation economy of the county.
- Participation in and leadership on community wide group attempting to deal with the difficult health statistics for the citizens of Macon County.
- Numerous working groups within the criminal justice system intending to bring evidence based practices to reducing recidivism.
- Successful implementation of rural transportation system under leadership of County Engineer.

GFOA Certificate

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Macon County for its comprehensive annual financial report for the fiscal years ended November 30, 2006, 2007, 2008, 2009 and 2010. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current comprehensive annual financial report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

Acknowledgements

Preparation of the CAFR is a very significant undertaking, and I wish to thank all the employees of my office and all those in other offices throughout Macon County who helped make this possible. I am especially appreciative of the initiative and care shown by Chief Deputy Auditor Carol Reed. We are also indebted to the professionalism and commitment of our independent auditors, May, Cocagne and King,

P.C. The cooperation of everyone is greatly appreciated, as is the commitment of the Macon County Board to professional financial management of Macon County for the benefit of our ultimate bosses, the citizens and taxpayers of this County.

Sincerely,

A handwritten signature in black ink, appearing to read 'Amy C. Stockwell', with a long horizontal flourish extending to the right.

Amy C. Stockwell
Macon County Auditor

Certificate of Achievement for Excellence in Financial Reporting

Presented to

Macon County
Illinois

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
November 30, 2010

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.



Linda C. Davidson

President

Jeffrey R. Egan

Executive Director

MACON COUNTY, ILLINOIS

**LIST OF PRINCIPAL OFFICERS
November 30, 2011**

COUNTY BOARD MEMBERS:

District	Representative	District	Representative
5	Patricia Cox	4	Kevin Meachum
6	Dave Drobisch	2	Bill Oliver
3	Jay Dunn (Chairman)	2	Jerry Potts
4	Keith Ashby	1	Jon Baxter
6	Don Westerman	7	Bryan Smith
5	Phillip Hogan	2	Verzell Taylor
5	Mervil Jacobs	7	Susanna Zimmerman
4	Joe McLaughlin	6	David Williams
1	Linda Little	1	Melverta Wilkins
7	Kevin Greenfield	3	Mark Wicklund
3	Tim Dudley		

OTHER ELECTED OFFICIALS:

Auditor, Amy Stockwell

County Clerk, Stephen Bean

Treasurer, Edward Yoder

Recorder, Mary Eaton

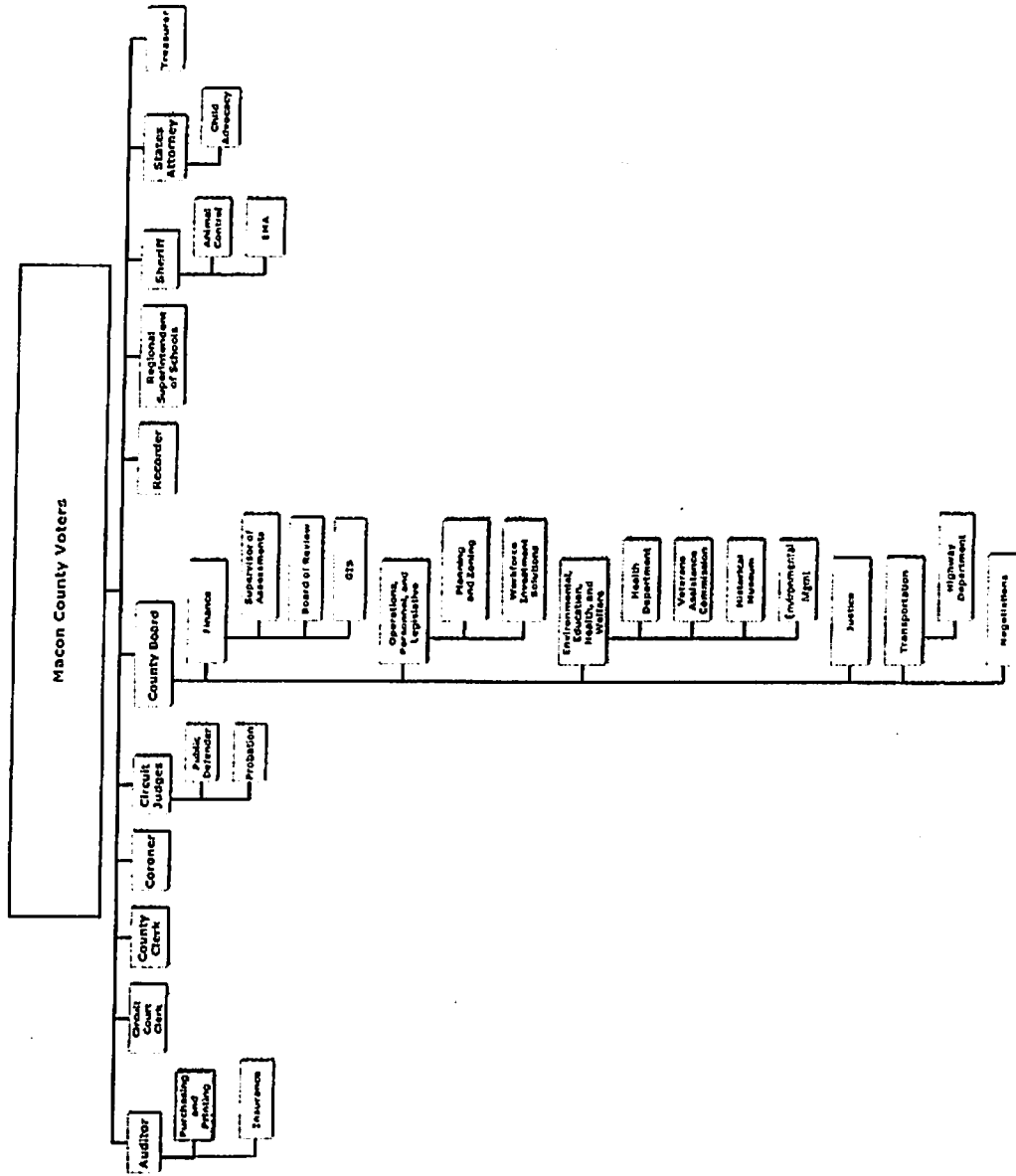
Circuit Clerk, Lois Durbin

State's Attorney, Jack Ahola

Coroner, Michael Day

Regional Superintendent of Education, Matthew Snyder

Sheriff, Tom Schneider



FINANCIAL SECTION



May, Cocagne & King, P.C.

Certified Public Accountants and Consultants

1353 E. MOUND ROAD, SUITE 300 DECATUR, ILLINOIS 62526-9344 217/875-2655 FAX 217/875-1660

ALAN R. KING
PHILIP R. BAUER
ANDREW D. THOMAS
HELGA J. TOWLER
WILLIAM R. MOSS
CATHERINE J. MANSUR
STEVEN R. GROHNE
MARK S. WOOD

INDEPENDENT AUDITORS' REPORT

Macon County Board
Macon County, Illinois
Decatur, Illinois

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Macon 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. We have also audited the financial statements of each of the County's nonmajor governmental funds, internal service, 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 Macon County, Illinois' management. Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the Macon County Mental Health Board or the Macon County Emergency Telephone System Board which represent 53% and 47% of the assets, 96% and 4% of the liabilities and 33% and 67% of the net assets of the discretely presented component units. We did not audit the financial statements of the Decatur Public Building Commission which is both a major fund and 100 percent of the assets, net assets and revenues of the business-type activities. Those financial statements were audited by other auditors whose reports thereon have been furnished to us, and our opinion, insofar as it relates to the amounts included for the Decatur Public Building Commission, Macon County Mental Health Board and the Macon County Emergency Telephone System Board, is based on the report of the other auditors.

We conducted our audit in accordance with U.S. generally accepted auditing standards and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. The financial statements of the Macon County Mental Health Board and the Macon County Emergency Telephone System Board were not audited in accordance with *Government Auditing Standards*. 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 and the reports of other auditors provide a reasonable basis for our opinions.

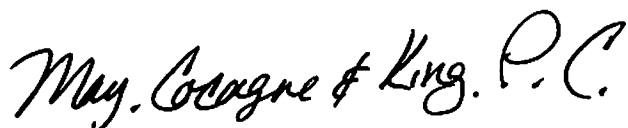
In our opinion, based on our audit and the reports of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Macon 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 U.S. generally accepted accounting principles. 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, internal service and fiduciary fund of Macon 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 U.S. generally accepted accounting principles.

In accordance with *Government Auditing Standards*, we have also issued our report dated May 11, 2012, on our consideration of the Macon County, Illinois' internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on 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 should be considered in assessing the results of our audit.

As discussed in Note 22 to the financial statements, the County adopted the provisions of GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*.

U.S. generally accepted accounting principles require that the management's discussion and analysis and budgetary comparison information on pages 3 through 18 and 80 through 103, respectively, 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 U.S. generally accepted auditing standards, 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 Macon County, Illinois' financial statements as a whole. The introductory section and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by 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 financial statements of Macon County, Illinois. The accompanying individual Workforce Investment Solutions grant financial information is presented to comply with the requirements of the Illinois Department of Commerce and Economic Opportunity and is also not a required part of the financial statements. The schedule of expenditures of federal awards and grant financial information are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied by us and other auditors 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 U.S. generally accepted auditing standards. In our opinion, based on our audit and the reports of other auditors, the information is fairly stated in all material respects in relation to the financial statements as a whole. The introductory and statistical sections have not been subjected to the auditing procedures applied by us and other auditors in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on them.



Decatur, Illinois
May 11, 2012

**MACON COUNTY, ILLINOIS
REQUIRED SUPPLEMENTARY INFORMATION
MANAGEMENT'S DISCUSSION AND ANALYSIS**

November 30, 2011

The Macon County, Illinois' (the "County") management discussion and analysis (MD&A) is designed to (1) assist the reader in focusing on significant financial issues, (2) provide an overview of the County's financial activity, (3) identify changes in the County's financial position (its ability to address the next and subsequent year challenges), (4) identify any material deviations from the financial plan (the approved budget), and (5) identify individual fund issues or concerns. We encourage readers to consider the information presented here in conjunction with the basic financial statements and accompanying notes to those financial statements.

Financial Highlights

- The assets of Macon County exceeded its liabilities at the close of the most recent fiscal year by \$ 74,447,826 (*net assets*), a decrease of \$ 1,058,417 over the prior year. Of the total net assets of the primary government, \$ 13,574,875 (*unrestricted net assets*) includes a decrease of \$ 14,924,958 and may be used to meet the government's ongoing obligations to citizens and creditors. An additional \$ 19,698,652 (*restricted net assets*) includes an increase of \$ 19,698,652, primarily due to the reclassification of fund balances based on the analysis performed for the implementation of GASB 54 and is restricted for specific purposes. Net assets invested in capital assets, net of related debt, of \$ 41,174,299 decreased by \$ 5,832,111. The decrease represents capital acquisitions net of depreciation plus retirement of related long-term debt. The two discretely presented component units of Macon County have a total of \$ 5,966,346 in additional net assets, of which \$ 5,356,847 is unrestricted.
- Government-wide, Macon County had \$ 49,541,724 in expenses for the primary government, down \$ 1,809,789 from the prior year. Of this decrease, the largest component was a decrease in General Control and Administration of \$ 2,513,195, primarily due to specific re-allocation of retirement expenses.
- The primary government offset expenses with \$ 8,032,485 of charges for services, \$ 12,442,302 of operating grants and contributions, and \$ 453,195 of capital grants and contributions. This left a balance of \$ 28,613,742 in expenses to be covered by general revenue sources for the primary government. General revenues, including property taxes, sales taxes, income taxes and other income sources, were \$ 27,555,325 government-wide, thus creating a decrease in net assets for the year of \$ 1,058,417.
- Macon County component units had \$ 4,627,017 in expenses, offset by \$ 166,473 of charges for services and \$ 926,264 of operating grants and contributions. Expenses were higher than revenues in both of the two component units.
- At the end of the current fiscal year, unassigned fund balance for the General Fund was \$ 7,173,566 or 40.12% of total general fund expenditures. In addition, the Macon County Board committed \$ 2,700,820 for a reserve for possible future self-funding of employee health costs and an economic stabilization ("rainy day") fund. Ending fund balance is the sum of revenue minus expenditures in all prior years. Deficit spending in 1999-2001 produced negative fund balances in the general fund; operating surpluses in every year since 2002 have produced this healthy level of fund balance which has allowed Macon County to avoid having to make wrenching cuts because of the recession and population declines. A plan has been advanced by County leadership to return \$ 1,000,000 to the taxpayers in the FY 2013 budget process because of healthy reserves.
- Macon County's debt decreased \$ 1,399,404, primarily from the repayment of revenue bonds based on their repayment schedule.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to Macon County's basic financial statements. The County's basic financial statements are comprised of three parts: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report 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 Macon County's finances, in a manner similar to a private sector business. They present the financial picture of the County from an economic resources measurement focus using the accrual basis of accounting. These statements include all assets of the County (including infrastructure) 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.

The *statement of net assets* presents information on all of Macon 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. All changes in net assets are reported as the underlying event giving rise to the change occurs. Revenues and expenses are reported in this statement for some items that will result in cash flows in future fiscal periods (e.g., earned but unused vacation leave).

In the Statement of Net Assets and the Statement of Activities, the County operations are separated as follows:

Governmental activities: Most of the County's basic services are reported in this category, including general government, public safety, transportation, public health and welfare. Property and sales taxes, user fees, interest income and state and federal grants finance most of these activities.

Business-type activities: The County charges a fee to customers to cover all or most of the cost of certain services it provides. The Decatur Public Building Commission (DPBC) is reported in this category.

The government-wide financial statements include Macon County government and two component units: the Macon County Mental Health Board (708 Board) and the Emergency Telephone System Board (ETSB Board), which are reported separately from the financial information for the primary government itself. The government-wide financial statements can be found on pages 19 through 22 of this report.

Fund Financial Statements

A *fund* is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. Macon County, like other units of state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the County can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

Governmental Funds. Governmental funds, including the General Fund, are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental 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.

Macon County maintains 37 governmental funds, including the General Fund, 36 special revenue funds, and one capital project funds. (There are a number of additional funds for management reporting and control purposes.) Of these 37 governmental funds, 10 (including the general fund) are major funds as defined by GASB Statement No. 34, for each of which are presented statements of revenues, expenditures, and changes in fund balances as well as fund balance sheets. Non-major governmental funds are also presented in the form of combining statements and individually in the supplemental information to this report.

Macon County government adopts annual appropriated budgets for the General Fund and most special revenue funds. Budgetary comparison schedules (original versus final) have been provided as Required Supplementary Information for the General Fund, the Law Enforcement Safety Tax Fund, the Illinois Municipal Retirement Fund, the County Health Fund, the County Highway Fund, the Federal Aid Matching Fund, the County Motor Fuel Tax Fund, the Multi-Facility Lease Fund, the State's Attorney's Grant Fund and the Probation Grant Fund to demonstrate compliance with the adopted budget. Non-major budgeted funds are also presented individually in the supplemental information to this report.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for *governmental funds* with similar information presented for *governmental activities* in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures and changes in fund balances provide a reconciliation to facilitate the comparison between *governmental funds* and *governmental activities*. The basic governmental fund financial statements can be found on pages 23 through 28 of this report.

Proprietary Funds. Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The County maintains two different types of proprietary funds; an internal service fund and an enterprise fund. The Internal Service Fund is used to report activities that provide supplies and services for other programs and activities - such as the County's self-insurance program. Because these services predominately benefit governmental rather than business-type functions, the Internal Service Fund is reported with governmental activities in the government-wide financial statements.

Enterprise funds are used to report the same functions presented as *business-type activities* in the government-wide financial statements. The County uses enterprise funds to account for the Decatur Public Building Commission for which activities are financed in whole or in part by fees charged to external parties for goods or services they provide. The proprietary fund statements provide the same type of information as the government-wide statements, only in more detail. The basic proprietary fund financial statements can be found on pages 29 through 32 of this report.

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 Net Assets. 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. The notes to the financial statements can be found on pages 34 through 79 of this report.

Other Information. In addition to the basic financial statements and accompanying notes, this report also presents certain required supplemental information concerning budgetary comparison information for the general and major special revenue funds, and the County's progress in funding its obligation to provide pension benefits to its employees. Required supplemental information can be found on pages 80 through 108 of this report.

The combining statements referred to earlier in connection with non-major governmental funds are presented following the required supplemental information on pensions. Combining and individual statements and schedules can be found on pages 109 through 155 of this report.

The County's Government-wide Financial Analysis

Of the County's primary government total assets of \$ 88,673,752, a substantial portion (35.84%) is held in cash (\$ 31,741,567) and monetary investments (\$ 38,179). Cash and investments were up from the prior year by \$ 3,306,143 or 11.61% because of decreased accounts receivable and increased prepaid items. Another substantial portion of assets are capital assets including the County's transportation infrastructure and all County buildings (\$ 45,658,714). Receivables from all sources (including other governments) totaled \$ 5,103,400 or 5.67% of total assets, a decrease of 10.82% from the prior year. While some of this decrease was due to increased collections, a portion was due to writing off receivables due to changes in intergovernmental funding formulas.

The government-wide balance sheet includes two component units, each of which have significant operational and/or financial relationships with the County.

Liabilities total \$ 14,225,926 for the primary government, including accounts payable, accrued salaries, liability for future compensated employee absences, bonds payable, and deferred revenue. A major external obligation of primary government liabilities is the general obligation note on the health department building. The prior balloon note was renegotiated at a lower interest rate with now only \$ 61,215 being due in the next year. Another major liability is the revenue bonds payable on the other County buildings totaling \$ 3,697,425 issued through the Decatur Public Building Commission.

The liability to the Illinois Municipal Retirement Fund for the Early Retirement Incentive (ERI) program has been recognized on the government-wide statement. The entire liability of \$ 2,018,079, including interest, was acquired in 2008 when the Macon County Board approved the ERI program. Although IMRF rules permit amortization of this liability over 10 years through the employer rate, the Macon County Finance Committee made the decision to minimize interest charges and pay it off much more quickly. Each year since inception, lump sum payments were made in December which IMRF applied to principal and interest charges in a process equivalent to pre-paying a mortgage. At this point, only the tail end of the liability remains totaling \$ 174,034 which will be paid in the normal monthly payments to IMRF and will be fully liquidated during FY 2012.

Assets minus liabilities equal net assets or assets available after satisfaction of obligations. Net assets for Macon County currently stand at \$ 74,447,826 for the primary government, down 1.40% from the prior year. Unrestricted net assets are down 52.37% from the prior year, again due to the reclassification of fund balances based on the analysis performed for the implementation of GASB 54.

The County's net assets for the primary government for fiscal year ended November 30 are summarized as follows (dollars in millions):

	Governmental Activities			Business-type Activities			Total Primary Government		
	2011	2010	% Change	2011	2010	% Change	2011	2010	% Change
Assets:									
Current and other assets	\$ 40.95	37.45	9.33	2.07	3.52	(42.76)	43.02	40.97	4.76
Capital assets	45.38	47.78	(5.01)	0.27	0.16	268.62	45.65	47.94	(4.59)
Total Assets	86.33	85.23	1.29	2.34	3.68	(36.47)	88.67	88.91	(0.27)
Liabilities:									
Long-term liabilities	5.58	2.52	49.30		3.62	(100.00)	5.58	6.14	(36.22)
Other liabilities	8.50	9.37	4.30	0.15	(2.10)	104.19	8.65	7.27	85.73
Total Liabilities	14.08	11.89	18.46	.15	1.52	(90.39)	14.23	13.41	6.09
Net Assets:									
Invested in capital assets	40.90	46.93	(12.85)	0.27	0.08	268.62	41.17	47.01	(12.41)
Restricted	19.70		100.00				19.70		100.00
Unrestricted	11.65	26.41	(55.87)	1.92	2.08	(7.95)	13.57	28.49	(52.37)
Total Net Assets	\$ 72.25	73.34	(1.49)	2.19	2.16	1.57	74.44	75.50	(1.40)

Governmental activities showed a decrease in the County's net assets of \$ 1,092,371 due to the change in net assets (expenses over revenues) during fiscal year. The business-type activities include the blended component unit, the Decatur Public Building Commission, as its only major enterprise fund. This fund showed an increase in net assets of \$ 33,954. The key components of these changes for the primary government are the following (dollars in millions):

	Governmental Activities			Business-type Activities			Total Primary Government		
	2011	2010	% Change	2011	2010	% Change	2011	2010	% Change
Revenues:									
Program revenues:									
Charges for services	\$ 7.46	7.42	0.54	0.57	0.02	2938.52	8.03	7.44	7.99
Operating grants and contributions	12.44	14.19	(12.31)				12.44	14.19	(12.31)
Capital grants and contributions	0.45	0.05	850.63				.45	0.05	850.63
General revenues:									
Property taxes	17.15	17.00	0.87				17.15	17.00	0.87
Sales tax	5.98	5.88	1.59				5.98	5.88	1.59
Income and replacement taxes	2.02	2.26	(10.93)				2.02	2.26	(10.93)
Investment income	0.10	0.17	(39.69)	0.03	0.04	(33.27)	0.13	0.21	(38.47)
Miscellaneous	2.29	2.68	(14.61)				2.29	2.68	(14.61)
Internal transfers - rent	(2.90)	(3.55)	(18.35)	2.90	3.55	(18.35)			
Loss on disposal of fixed asset					(0.01)	(100.00)		(0.01)	(100.00)
Total revenues	44.99	46.10	(2.42)	3.50	3.60	(3.89)	48.49	49.70	(2.44)
Expenditures paid:									
Current:									
General control and administration	7.18	9.70	(25.92)	3.47	3.34	3.67	10.65	13.04	(18.34)
Public safety	13.37	11.54	15.84				13.37	11.54	15.84
Judiciary and court-related	8.45	7.63	10.66				8.45	7.63	10.66
Public health and welfare	10.25	10.93	(6.17)				10.25	10.93	(6.17)
Transportation	6.60	7.92	(16.65)				6.60	7.92	(16.65)
Interest on long-term debt	0.23	0.29	(23.05)				0.23	0.29	(23.05)
Total expenditures paid	46.08	48.01	(4.03)	3.47	3.34	3.67	49.55	51.35	(3.52)
Change in net assets	(1.09)	(1.91)	(42.84)	0.03	0.26	(88.68)	(1.06)	(1.65)	(36.10)
Net assets, beginning, as previously reported	73.35	58.00	26.45	2.16	1.90	13.39	75.51	59.90	26.03
Prior period adjustment		17.25	(100.00)					17.25	(100.00)
Net assets, beginning, as restated	73.35	75.25	(2.54)	2.16	1.90	13.39	75.51	77.15	(2.15)
Net assets, ending	\$ 72.26	73.34	(1.49)	2.19	2.16	1.57	74.45	75.50	(1.40)

Key elements of the analysis of the government-wide revenues and expenses reflect the following:

- The overall financial position of the County was essentially unchanged during fiscal year 2011 as the County responded to various factors created by the economic downturn and implemented long term capital investments through its highway funds. Because of prior year's good actions, effects of the economic downturn continue to be minimized and the County remains relatively strong and with options for future action. For the governmental activities of the government as a whole, expenses exceeded revenues by \$ 1.09 million, which reflected continued revenue reductions from the economic downturn partially offset by reductions in spending.

- Government-wide, Macon County had \$ 49.54 million in expenses in its primary government functions and \$ 48.48 million in revenues. As planned, current revenue shortfalls were covered by fund reserves accumulated over previous years. In this way, Macon County coped with the economic downturn with minimal effect on operations and continued investment in infrastructure.
- Expenses for retiree health costs (OPEB expenses) were recorded for the third year. This expense added a total of \$ 255,099 to total expense government-wide. This expense was fully attributed to general control and administration; in future years, this expense will be assigned to the originating function.
- The following summarizes changes in the major expense categories excluding the depreciation expense:

	2011	2010	Change
Operating Expenses without Depreciation:			
General Control and Administration	\$ 6,949,148	9,460,640	(2,511,492)
Public Safety	12,477,366	10,664,758	1,812,608
Judiciary and Court	8,192,030	7,383,656	808,374
Public Health and Welfare	10,149,870	10,815,827	(665,957)
Transportation	4,825,404	6,109,538	(1,284,134)
Interest on Long Term Debt	227,944	296,242	(68,298)
Total	\$ 42,821,762	44,730,661	(1,908,899)

- Overall, expenses remained fairly constant; a fantastic result given contractual increases in payroll expenses. Office holders and managers throughout the County have been working to streamline operations and find new ways of working more efficiently without impacting or even improving customer service. In many areas, customer service has actually improved and there is clear direction from the top to improve customer service. For instance, a new self-help center was created on a trial basis just after the end of the year to help citizens use our GIS data to understand and question their assessments. The programs of the Health Department to reduce costs and the programs sponsored by GIS to expand services to citizens continue to be especially noteworthy. The Sheriff secured approval to house Federal prisoners which is expected to make a substantial contribution to the cost of criminal justice system in the coming years.
- The \$ 2,511,492 decrease in operating expenditures in the General Control and Administration (GC&A) (without depreciation) covers a number of important items. We have made a change in how retirement costs are assigned. Rather than grouping them all in GC&A, we have assigned them to the various functional areas as this more correctly reflects the costs of the functional operations. Certain operating expenses were shifted to special revenue funds (Recorder Automation) and there was also a decrease in health insurance expenses carried by this operating area.
- The \$ 1,812,608 increase in operating expenses government-wide for Public Safety (excluding depreciation) was due to recording retirement expenses within the group rather than as GC&A and contractual personnel increases, partially offset by changes in non-payroll items and continued work to negotiate more favorable vendor contracts. The contract secured with the U.S. Marshalls at the end of last year to hold federal prisoners awaiting court appearances in Macon County generated revenues helping offset increases in payroll costs.

- Expenditures in the Animal Control Fund, included in the Public Health and Welfare expense category at the government-wide level, increased because of management changes and expanded warden scheduling to further improve customer service. The Animal Control operation is also being supported by the Decatur Macon County Animal Shelter Foundation which raises private funds for the support of adoption coordinators. During the year, a new contract was negotiated with the City of Decatur, which accounts for well over 80% of activities of Animal Control. Their increased support for animal control operations will be supplemented with a contribution from the General Fund at the beginning of FY 2012. Throughout the discussions, it was clear that there is substantial community support for the increased enforcement and increased adoptions provided by the current Animal Control administration under the Sheriff.
- The Judiciary and Courts expenditures (excluding depreciation) increased \$ 808,374. The largest portion of this increase (\$ 654,074) was due to the allocation of retirement expenses to operating divisions. Operations changes accounted for an increase of \$ 154,300 which included funding of court ordered evaluations of sexually violent persons, receipt of a private grant for new computer equipment in the Probation Department, and increases in Public Defender.
- Public Health and Welfare operating expenses declined by \$ 665,957 (excluding depreciation) largely because of expenditure reductions at the Health Department. A new management structure continued to work very hard to address losses in state funding by allowing significant personnel cost reduction through retirements and attrition, making changes in operating policies on use of cell phones, supplies, dues and copiers, as well as changing travel policies significantly. Several programs ended which also reduced expenditures. Workforce Investment recorded a decline in expenditures because of reduction in grant funding and expiration of federal ARRA grant funding. These reductions were partially offset by an increase in expenditures in the State's Attorney Grant Fund for new grants.
- Transportation operating expenses (excluding depreciation) decreased \$ 1,284,134 because of the timing of major projects. As was the case last year, work continued on the South and East Beltway engineering study with \$ 35,773 paid for environmental and engineering studies in preparation for planned route approval by the U.S. Department of Transportation. Right of ways were also purchased for this project totaling \$ 178,226 in FY 2011. Major projects included work on three bridges as well as the completion of engineering work on CH 20. Looking ahead, if the Beltway receives all of the appropriate state and federal approvals, it will require a very large (many millions of dollars) financial commitment from Macon County in future years.
- Interest on long-term debt is incurred on the mortgage for the expanded building at the Health Department. These expenditures decreased with the renegotiation of the mortgage at more favorable rates. The interest payments on the two outstanding bonds for the facilities is also included in governmental activities.
- For governmental activities, revenues were down in total by 2.42%. Fees for services increased slightly due to increases in several fees, while grant funds were reduced by 12.3% because of economic problems at the state and federal levels. Property taxes were up slightly, as were sales taxes. Income tax receipts remain problematical, with delays in receipts observed throughout the year and several months of negative trend. This remains a concern for the coming year, as both sales tax and income tax are very closely tied to the still shaky local economy.

The government-wide balance sheet includes two discretely presented component units, each of which have significant operational and/or financial relationships with the County. In addition, activities of the DPBC are shown in the business-type activities of the primary government. Business-type activities accounted for \$ 2,192,487 of net assets including \$ 1,896,475 in cash and cash equivalents, constituting 81.09% of its total assets.

Financial Analysis of Macon County's Major Funds

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

Expenditures and Program Revenues - Government Activities. Macon County's government provides a number of services to the citizens of Macon 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, by operating grants and other intergovernmental transfers and from general revenue.

Charges for services include a wide variety of fees for court costs, fees collected when deeds are recorded, and fees collected when vital records are recorded. Fees are also collected for County building permits and for the provision of health services among other reasons.

Operating grants include both State and Federal grants; federal grants are primarily passed through state agencies, however some are received directly from the federal government. These revenues 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 government-wide is property taxes. Property taxes are collected for and recorded in separate funds, such as the General Fund, the Retirement Fund, the Highway Fund, and so forth. The Equalized Assessed Valuation, on which all property taxes are raised, has been growing 2-3% in recent years.

General Fund

The General Fund is the main operating fund of the County. The General Fund presented in the financial statements includes other funds which are shown separately for management information purposes, namely the election equipment fund and the circuit clerk's maintenance account. In fiscal year 2011, for the tenth year in a row, the General Fund again showed a positive change in fund balance (current revenues minus current expenditures). This result was quite dramatic because the budget envisioned that 2011 revenue less expenditure would be a negative \$ 498,295. The 2011 positive result means that many efforts came together to minimize the effects of the economic downturn and showed the continued and quite unusual success of the County's financial management system.

Macon County is making a very slow recovery from the economic downturn of 2009 which made a huge impact on the general fund by reducing both sales tax and income tax revenues. When the budget was developed for 2011, we were very conservative in projections of revenue although we had seen some encouraging signs especially in taxes closely tied to the economy. All major categories of revenue other than Intergovernmental revenues were down from the prior year; however, this was an expected development as all categories of revenue came in better than the very conservative budget forecast.

Overall spending in all categories was again less than budget as well as being less than the prior year; the better than expected revenue performance and the continued spending restraint together moved the General Fund from the planned operating deficit to the actual positive result. The result of ten years of surpluses means that total fund balances (restricted/ unrestricted) now stand at a very healthy \$ 9,943,309, including \$ 2,700,820 which has been committed for future needs by the County Board, and \$ 7,173,566 which is unassigned. The fund balance classifications are detailed in Note 12. It is worth noting again that Macon County's experience is in marked contrast to the situation of the State of Illinois and many surrounding counties. Positive fund balance results are produced not by growth in revenues, but by sound and realistic financial management.

On the revenue side, total revenue rebounded slightly from the losses in 2009 and over the prior year's recessionary results. Sales taxes were up slightly while income taxes stabilized, losing less than in the prior year. After several strong years, fees collected by Macon County office holders fell again this year: collecting fees is difficult in an environment where unemployment remains high. The expected loss of fees for Sheriff Sales did not materialize; the General Assembly reconsidered its plan after Sheriffs throughout the state made their feelings known. The relatively small licenses and permits category was down significantly because a new water tower for Decatur which was permitted last year and continued softness in the market for new construction. Interest income declined because of low interest rates. Revenue in total was up 1.9% over the prior year.

On the expenditure side, all general fund departments again spent below their budgeted appropriations. If budget was exceeded in one expenditure classification or "bucket" within a department, it was offset by spending below budget in another "bucket" for that department. Budgets were revised during the year to account for new grants received during the year including a private grant to the Probation department for purchase of computer equipment, additional grant funds for transport of federal prisoners, additional Mental Health revenue for Probation, a travel grant for Drug Court planning activities, and several amendments to expenditure budget. These included authorization to pay court ordered fees for sexually violent persons, correct treatment of the vehicles purchased on contract with the Village of Forsyth, increases in autopsy expenditures in the coroner's budget and a "bucket transfer" for the Public Defender. There was a total favorable variance of \$ 1,175,941 on the spending side in the General fund because of continuing office holder restraint. On the revenue side, conservative revenue forecasting and a somewhat improved economy produced a \$ 394,273 favorable variance.

Although the plan was to have spending exceed revenue and use reserves which had been accumulated for this "rainy day", in fact spending was well less than revenue received. This was thus the tenth year in which revenue has exceeded expenditure in the General fund. Although the change in fund balance was modest (\$ 994,028 increase), it was a dramatic improvement over the expected circumstance of needing to tap into reserves. Unrestricted ending fund balance first turned positive at the end of 2004, remained positive in the following years, and has now grown to a comfortable and reasonable level. Ten years of operating surpluses in the General Fund have finally outweighed negative ending fund balances caused by deficit spending in the General Fund in fiscal years 1999, 2000 and 2001. Going forward, the Illinois Comptroller recommends that general fund unrestricted fund balances should be no less than three months of expenditures in the General Fund (about \$ 4 million).

There was again a very slight increase of total accounts receivable in the general fund, due largely to revenue from the State or flowing through the State. The State of Illinois is lengthening its payment cycle to local government as a matter of policy to deal with the State's budget deficit. Unlike many surrounding communities, Macon County has been able to use its healthy reserves to avoid borrowing, but future borrowing may be necessary if the State continues on its current course.

Following is the budgetary summary of the General Fund; the detailed statement of this fund is found on pages 80 through 85 of the financial report.

Budgetary Basis	2011	2010	% Change
Revenues:			
Taxes	\$ 9,416,256	9,563,455	(1.5)%
Intergovernmental	2,704,918	2,197,042	23.1%
Fines, fees and forfeitures	3,982,604	4,048,614	(1.6)%
Licenses and permits	71,857	93,657	(23.3)%
Interest on investments	40,786	70,210	(41.9)%
Miscellaneous revenue	2,040,568	1,989,227	2.58%
Total revenues	18,256,989	17,962,205	1.6%

Budgetary Basis	2011	2010	% Change
Expenditures:			
General control and administration	3,519,380	3,925,872	(10.4)%
Public safety	7,274,304	6,996,651	4.0%
Judiciary and court related	6,944,056	7,007,000	(0.9)%
Public health and welfare	157,548	163,047	(3.4)%
Total expenditures	17,895,288	18,092,570	(1.1)%
Excess (deficiency) of revenues over (under) expenditures	361,701	(130,365)	377.4%
Transfers in	602,258	344,216	74.9%
Transfers out		(13,790)	
Net changes in fund balance	\$ 963,959	200,061	381.8%

Law Enforcement Safety Tax Fund

Macon County's Law Enforcement Safety Tax Fund (LEST) collects a special sales tax which was approved by the voters and can be used only for law enforcement activities, as defined by law. This fund is used to support expenditures in the Sheriff's Jail and Court Security departments, as well as the Emergency Management Agency (which also reports to the Sheriff). For purposes of the financial statement, this fund also includes management's Disaster Contingency Fund. The Macon County Board set aside a portion of LEST receipts for disaster purposes in FY 2005, and at that time defined both the expenditures and the process for expenditures to control withdrawals from this fund. There have been no withdrawals from the contingency fund since its creation.

Tax revenues have grown very slightly again this year; we are seeing a small economic recovery pushing receipts above the much depressed 2009. Current results suggest that receipts have slightly declined from a recent plateau; this revenue source is highly sensitive to changes in the local economy and is most likely to have a mixed to stable outlook. Intergovernmental revenue includes several grants for emergency preparedness planning and operations, and miscellaneous revenues included trade in credits connected with the purchase of vehicles for the sheriff's department; both of these categories grew. Fees collected by the Circuit Clerk for court security fell slightly.

Total expenditures in the fund were slightly higher (8.1%) than the increase in revenue (1.2%). The increase was across all categories of spending with the main increase shown in personnel costs which grew by 11%. The Sheriff manages expenditures in both the General and the LEST funds as a total consolidated department. On a year to year basis, different categories of expenditures may be recorded in different funds based on a variety of operational considerations when the budgets are drawn up. When comparing individual items of expenditure, it is important to realize that the same categories may be in different funds. Personnel expenditures were higher because all of the contractually required holiday pay was recorded in the LEST fund in FY 2011, and slightly higher rates for the employer portion of IMRF expenditures were recorded for court security officers. Capital expenditures include purchases of computer equipment and vehicles for all of the Sheriff's and Jail operations; last year's purchases also included equipment for Emergency Management.

Details on this fund are shown on pages 86 and 87 of the financial report.

Illinois Municipal Retirement Fund

Macon County’s Illinois Municipal Retirement Fund (IMRF) is where property taxes levied for payments to the State of Illinois’ IMRF are collected. The IMRF fund is used to record receipts of property taxes and payments made from these receipts to the state for IMRF costs of current employees. Receipts from employees via payroll withholdings for their portion of the costs are remitted to the state along with the County’s portion; only the County’s portion of these costs are shown as expenditures. Within Macon County’s IMRF program, there are several categories of employees and rates: Regular Tier 1, Regular Tier 2 (recently created for new employees with reduced costs and benefits), Sheriff Law Enforcement, and the Elected Officials plan. Employees whose payroll is paid via special revenue funds also pay for fringe benefits via these special revenue funds, and their share of IMRF costs are shown in the expenditure of each affected fund. Budget basis revenues totaled \$ 2,436,710 while expenditures totaled \$ 2,727,791. Division of these expenditures generally follows the distribution of payroll within the General and LEST funds.

Details on this fund are shown on pages 88 and 89 of the financial report.

County Health Fund

Macon County’s Health Fund levies taxes to provide health related services not covered by specialized grants such as environmental health, immunizations, and well and sick child care among others. This fund is also used to supplement a variety of federal and state grants to promote health, wellness, and disease prevention, and to provide health services to underserved populations. The Macon County Board of Health has also decided to offer a number of senior services, designed to help seniors remain in their homes and these services continue to expand. The Macon County Health Department also provides services to neighboring counties on a contract or fee for service basis.

Budgetary Basis	2011	2010	% Change
Revenues:			
Taxes	\$ 1,649,149	1,670,885	(1.3)%
Intergovernmental	3,391,027	4,004,804	(15.3)%
Fines, fees and forfeitures	279,605	334,535	(16.4)%
Licenses and permits	215,719	185,350	16.4%
Interest on investments	2,420	3,037	(20.3)%
Miscellaneous revenue	21,088	27,891	(24.4)%
Total revenues	<u>5,559,008</u>	<u>6,226,502</u>	(10.7)%
Expenditures:			
Public Health and Welfare:			
Personnel	4,169,834	4,464,342	(6.6)%
Supplies and materials	929,062	887,001	4.7%
Equipment	191,853	57,510	233.6%
Debt Service	91,588	91,586	0.2%
Total expenditures	<u>5,382,337</u>	<u>5,500,439</u>	(2.1)%
Excess of revenues over expenditures	176,671	726,063	(75.7)%
Transfers in			
Transfers out	<u>(89,658)</u>	<u>(45,000)</u>	99.2%
Net changes in fund balance	<u>\$ 87,013</u>	<u>681,063</u>	(87.2)%

Revenues in this fund on a budget basis were \$ 5,559,008 while expenditures were \$ 5,382,337 resulting in an increase in fund balance for the second year in a row. Fund balance for the Health Fund stood at \$ 2,215,408 on November 30, 2011. Since the Health Department receives many state and federal grants, slow release of grant funds because of state fiscal issues means a considerable portion of this fund balance is being held as accounts receivable. As the State has begun to grapple with its budget problems, the Health Department has received notice of cuts in grants and allocations; this trend is expected to continue and to accelerate over the coming year.

In contrast to the prior year, revenue was down significantly in all categories. Expenditures were also reduced but by less than the reduction in revenue. Revenue was down by 10.7% in total with declines in every specific category. The largest source of the loss was in intergovernmental revenue: grants and allocations from state and federal government. When evaluated together, fines, fees, licenses and permits were approximately the same as the prior year. Continued more sustained enforcement actions plus the addition of inspections on swimming pools and geothermal systems contributed to the stability of this category despite losses in payments for services because of the economic downturn. Interest income decreased for the health fund as for all other funds. Spending on personnel fell by 6.6% through attrition, job sharing and job redesign to try to cope with the loss of grant funds while minimizing the effect on direct services. The categories of supplies and equipment increased, as the Health Department moved to address long deferred maintenance on the building as well as building computer systems infrastructure.

Transfers out were connected with payment of administrative and insurance fees to Macon County. Fiscal year 2011 marks the second full year of operation of the County's accounting system at the Health Department which provides increased transparency and a more robust audit trail, and also provides reports to management on the performance of individual divisions and departments which had not previously been available. The new administration of the Health Department has made budgeting and accountability by operating managers a high priority. There have also been many changes in operating policy to increase efficiency.

Details on this fund are shown on pages 90 and 91 of the financial report.

County Highway Fund

Macon County's Highway Fund levies taxes to construct and maintain county roads, bridges and highways, including resealing, snow removal and issuing permits for work along county right of ways. The fund is intended by state statute to fully cover operating costs and partially cover capital expenditures of the highway department; other highway capital costs are covered in several additional special revenue funds. In addition to property taxes, this fund receives state Motor Fuel Tax funds via rental of equipment for highway use.

Total revenue in this fund was \$ 1,884,065 while expenditures totaled \$ 1,947,038. Expenditures in this fund were for all highway staff, payments to the townships for road maintenance, utilities and fuel, tools and parts, and office expenses including supplies, communication and training. A number of right of ways were purchased for a total of \$ 178,327, with the largest purchase for the Beltway project. Expenditures in this fund include highway staff (administration and road crews), fuel and maintenance supplies, maintenance equipment, computer equipment and so forth. A major project included completion of the engineering work on County Highway 20 in Forsyth. The Highway fund balance decreased because of the timing of capital projects. At November 30, 2011, the fund balance stood at \$ 1,279,420, down \$ 124,223 from the prior year.

Details on this fund are shown on pages 92 and 93 of the financial report.

Federal Aid Matching Fund

Macon County's Federal Aid Matching Fund is one of seven highway funds (six special revenue and one agency) which pay for highway construction and maintenance. The Federal Aid Matching Fund is used to record receipts of property taxes which provide the local match for federally-funded construction projects on the County Highway System. State statutes restrict the use of these funds to construction and engineering expenditures only. These funds cannot be used on operating expenditures.

Budget basis revenues totaled \$ 495,985 while expenditures totaled \$ 164,238. Expenditures in this fund are irregular due to timing of major projects. In some cases, funds accumulate over several years in advance of major projects which then are quickly completed. In others, project costs are paid, for which reimbursement is received in later periods. Major maintenance projects this year from this fund included work on the Lost Bridge-Baltimore Connector Trail (\$ 32,317). In addition, major expenditures continued to be made for engineering costs related to Phase II of the Beltway expansion project, with \$ 35,773 paid for continued engineering work. Work was also done on the Newburg Road Bridge east of Argenta (\$ 63,556), the Fort Daniel Bridge (\$ 29,437) and the Harry Land Road Bridge (\$ 72,396).

Details on this fund are shown on pages 94 and 95 of the financial report.

County Motor Fuel Tax Fund

Macon County's Motor Fuel Tax Fund (MFT) is also one of the seven highway funds mentioned above which pay for highway construction and maintenance. The Motor Fuel Tax Fund is used to record receipts of the County's motor fuel tax (MFT) allotment from the State of Illinois which is then used for the purpose of maintenance patrols on the County Highway System.

Budget basis revenues totaled \$ 2,174,883 while expenditures totaled \$ 1,768,810. MFT funds are routinely used for general maintenance of existing county highways, as well as the annual drainage maintenance project. MFT funds may be used in conjunction with other Highway funds provided that funded improvements are designed and constructed as MFT projects. MFT funds may also be used for the local share in conjunction with the Township Bridge Program.

Details on this fund are shown on pages 96 and 97 of the financial report.

Multi-Facility Lease Fund

Macon County's Multi-Facility Lease fund collects property taxes which are used to make lease payments to the Decatur Public Building Commission (DPBC) for rental of the Courthouse, Law Enforcement Center, Macon County Office Building, and Macon County Animal Control facility. The County has no levy limit on this fund as long as there is a valid lease in place with the DPBC, which can be of any mutually agreeable term. The present lease has a ten year term and can be renegotiated with the action of both the County and the DPBC.

The lease payment to the DPBC is composed of principal and interest payments on prior bonds; principal and interest payments on the bonds issued in 2005 for jail expansion, courthouse renovations and acquisition and renovation of the animal control facility, as well as Operating and Maintenance payments for each of the facilities. Operations and Maintenance items include those items typically included on a commercial lease, but also cover a wider range of building related expenditures not typically included in a commercial lease. The lease provides for payment of rent in advance; should funds not be spent, they are returned to the County in the following year at the discretion of the DPBC. In recent years, the return of "surplus" has been a substantial amount, and forms the basis of a County Board resolution to abate taxes in this fund.

Details of this fund are shown on pages 98 and 99 of the financial report. Details of the lease and its components are given in Notes 8 (Capital Assets) and 10 (Multiple Facilities Lease) to the financial statements; the latter includes analysis of the surplus account.

The lease payment is made to the Decatur Public Building Commission, shown as a blended component unit under Business Type activities and discussed elsewhere.

State's Attorney Grant Fund

Macon County's State's Attorney Grant Fund records federal and state grants received to promote specialized prosecution and victim services. There are currently 7 grants, plus two operating units (Child Advocacy Center and Teen Court) with multiple funding streams. This fund is included as a major fund because of the far reaching influence of these grants on the criminal justice system.

Revenues totaled \$ 1,546,048 while expenditures totaled \$ 1,472,552. Board action increased the budget several times during the year, by a total of \$ 222,775, as new grant funds were applied for and received. This fund continues to grow, and is currently budgeted for \$ 1.6mm in FY 2012, although the challenge during FY 2012 will be the scheduled ending of multi-year grant programs. Grant funds support staff in the State's Attorney office as well as contract services provided by community based agencies.

Details on this fund are shown on pages 100 and 101 of the financial report.

Probation Grant Fund

Macon County's Probation Grant Fund records federal and state grants to promote reductions in recidivism, especially among juveniles. The oldest and largest grant in this fund, the Juvenile Redeploy Grant, commits the County to reductions in the number of young people sent to state correctional facilities by building community based systems to build youth skills and strengths. A related grant targets high risk youth, and two other grants help create specialty courts for drug and DUI offenders.

Revenues totaled \$ 319,520 on a budget basis, while expenditures totaled \$ 342,926. Expenditures are largely for community based contractual services to provide direct services to program participants, with the largest expenditures in the categories of home intervention and substance abuse prevention. These funds also provide a small support to probation staff.

Details on this fund are shown on pages 102 and 103 of the financial report.

Capital Asset and Debt Administration

Capital Assets. Macon County's investment in capital assets for its governmental activities as of November 30, 2011 amounted to \$ 45,384,621 net of accumulated depreciation. This investment in capital assets includes land, buildings and related improvements, vehicles, furniture and fixtures, technology and equipment, and infrastructure. Many capital assets actually purchased during 2011 were replacements of assets removed from service. In addition to general capital assets, business-type activities include net capital assets of \$ 274,093, of which \$ 214,863 relates to land purchased for future parking expansion. Component unit assets included \$ 611,431 for the ETSB where modest improvements were made to capital equipment. The ETSB has been working to ensure that costs for new capital equipment are shared equitably by end users.

Major capital asset additions included the purchases of computers, servers and related software throughout the County in a variety of offices. A number of copiers were purchased by the Capital Project Fund for lease back to County offices: this financing tool saves a very substantial amount on commercial lease interest charges. EMA purchased a Kabota utility tractor, while the Highway department purchased two rotary cutters for routine roadside maintenance. The Recorder's office also purchased a Microfilm scanner as part of their ongoing project to scan all records. Numerous vehicles were purchased throughout the County with the majority being replacements for traded in law enforcement vehicles. Assets purchased by the DPBC and contributed to the County amounted to \$ 630,555 and included renovations to the Law Enforcement Center and HVAC upgrades included in construction in process.

A detailed schedule of capital assets and associated depreciation are shown in Note 8, pages 54 through 56 of the financial report.

Long-term Debt. The general obligation debt of the County's governmental activities consists of the mortgage for the expansion of the Health Department which is now due by November 1, 2014. Renegotiation of the prior balloon mortgage due in 2009 produced interest savings for the Health Department. Details of this debt can be found in Note 9 to the financial statements.

Additional debt of the County is comprised of two Revenue Bonds issued by the Decatur Building Commission. The 1997 issue was partially refinanced in 2005, and additional 2005 bonds were issued for certain construction projects. These projects have been successfully concluded and unspent bond proceeds were applied to the principal payment for 2014 and 2015 to reduce total interest costs. Since the DPBC is a blended component unit, the lease payable and receivable have been eliminated from the government-wide reporting, and the bonds are reported as a liability of the County's Governmental Activities since the primary revenue source for payment comes from a property tax levy.

Preliminary discussions are underway for a number of options in the area of bond financing and additional construction. The County is evaluating potential increases in parking for its employees and more importantly for citizens doing business with the County. The County is also evaluating off site secure records and evidence storage. The DPBC is evaluating the potential for refinancing existing bonds as part of this construction project to take advantage of current historically low interest rates. In addition, the County has learned by reading the local paper that the City is again considering moving from the Law Enforcement Center and financing construction of a new Police Headquarters. It is not known at this time whether or not DPBC financing will be used.

State statutes limit the amount of net general obligation debt of the County; this should not exceed 2.875% of the total assessed valuation of the County. Total County debt falls very far below this limit.

Details relating to long term debt are shown in Note 9, pages 57 through 61. The terms of the Multiple Facilities Lease and its accounting treatment are covered in Note 10, pages 61 through 64.

Economic Factors and Next Year's Budgets and Rates

The following factors were considered in preparing the County's budget for the fiscal year 2012 period (December 1, 2011 to November 30, 2012):

- Macon County continues to be affected by the general economic decline and job loss that has reduced economic activity and local government revenues throughout the County. Because of Macon County's historic reliance on manufacturing jobs, the recession has been especially hard on this area as evidenced both by a relatively high unemployment rate and a relatively high "misery index." There has been a slight growth in education and health care related jobs however.
- Macon County's unemployment rate remains high as the County and the state experience additional difficulties with the financial crises of 2009-2010. The unemployment rate does not include those who have stopped looking for work. It now appears that if there have been increases in some jobs in Macon County; these increases have been offset by losses in other sectors. Macon County continues to deal with the long term effects of the loss of manufacturing jobs and the loss of major employers in the industrial sector which is also affecting the age distribution of the population with more older people than the state average.
- Macon County's population continues a long-term, slow decline, which limits financial resources available to all public bodies in the County. The most recent Census showed continuation of the decades long population decline: the only good news was that the loss was slightly less than the most recent estimate. The budget was prepared assuming that this trend continues.
- The long term loss of population and the more dramatic loss of population in inner city Decatur means that property values in total have declined. Although there is a lag in how quickly market conditions affect the Equalized Assessed Valuation (EAV), we have already seen declines in overall EAV. This is expected to continue because of the immutable law of supply and demand: overall population declines reduce demand for housing requiring a reduction in price of housing to clear the market. The budget was prepared assuming that this trend will continue, which it will until population growth turns around and increases housing demand.

- Macon County has been impacted less than other areas by the recent housing crisis, but it still remains a concern. While Macon County housing prices are relatively low and remain very affordable by national statistics, relatively high unemployment has definitely produced a significant number of foreclosures which in turn drag down the local housing market. When families are turned out of their homes, there are significant additional social costs.
- Although there have been some promising developments in the employment and local economy, the loss of good paying jobs continues to constrain resources available for government activities. Economic development initiatives have not yet produced results: the strategy of chasing big company relocations which pit regions against each other has not borne any fruit. It is to be hoped that a different strategy will be tried.
- Macon County is one of the unhealthiest places in the entire State of Illinois. This fact also produces very high social costs. New community initiatives involving not only the Macon County Health Department but other parts of local government are intended to at least talk about this issue from a community wide perspective.
- Inflationary trends in the region continue to compare favorably to national indices, although many citizens are hurt by slow or no wage growth while food and energy costs continue to increase.
- Budget problems for the State of Illinois have had and will continue to have a net negative impact on Macon County. This is especially true in the coming period as the State is confronted with only undesirable choices to make a down payment on long standing structural problems. Possible changes in revenue formulas, withdrawal of grant funds and salary subsidies, and very slow payments have all made the 2012 budget process difficult and uncertain.
- In the upcoming budget, uncertainty will likely be reduced because unpleasant choices will have been made. Reductions in local revenues, further shifting responsibility to local government, and reductions in vital social services are all apparently on the table. The magnitude of the State's financial problems make it clear that the County will be impacted, although at this point we do not know how.
- Macon County continues to be financially sound because of good decisions about doing things better, finding smarter solutions to problems, collecting data and understanding its implications, being accountable for performance, aggressive negotiation with vendors and a host of other management practices.
- Employee benefits costs continue to increase, including especially the costs of health coverage for County employees. While aggressive management of insurance programs has resulted in recent success, it remains a concern which must be actively managed. After a very significant increase at our July 2010 renewal, happily, our July 2011 and July 2012 renewals were minimal, with benefit improvements. Many people worked very hard to make this latter development possible. Long term, we know that the only way to keep costs under control is to implement a successful wellness program. The Insurance Committee continues to consider all possible options for holding insurance costs to reasonable levels and to launch Macon County's Wellness Program in the spring of 2011.

There have now been ten years of surpluses generated in the General Fund. In addition, commitments of fund balances were created for "Economic Stabilization" (Rainy Day Fund) and for the possible future self-funding of employee medical insurance costs. The County Board continues to place a high priority on maintaining adequate general fund reserves for expected revenue shortfalls in the coming years. This year, Board leadership has announced their intention to provide a one-time return of taxpayer funds by lowering the General Fund levy by \$ 1,000,000.

Requests for Information

This financial report is designed to provide a general overview of the County's finances for all those with an interest in its financial structure. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to Macon County Auditor, Amy C. Stockwell, 141 S. Main Street, Suite 312, Decatur, IL 62523; (217) 424-1385. Additional information is available on our web site: www.co.macon.il.us/auditor.php.

MACON COUNTY, ILLINOIS

STATEMENT OF NET ASSETS

November 30, 2011

	Primary Government		
	Governmental Activities	Business-Type Activities	Total
Assets			
Cash and cash equivalents	\$ 29,845,092	1,896,475	31,741,567
Investments	38,179		38,179
Taxes receivable (net of allowance for uncollectibles)	660,502		660,502
Due from governmental agencies:			
State of Illinois	3,798,746		3,798,746
Other governmental agencies	429,771		429,771
Internal balances	1,290,902	(1,290,902)	
Accounts receivable	213,381	1,000	214,381
Inventories	616,912	65,413	682,325
Prepaid items	3,847,154	32,518	3,879,672
Restricted cash	209,664	1,290,902	1,500,566
Capital assets:			
Land and improvements	1,141,256		1,141,256
Construction in process	587,266	214,863	802,129
Other capital assets, net of depreciation	43,656,099	59,230	43,715,329
Other assets		69,329	69,329
Total assets	86,334,924	2,338,828	88,673,752
Liabilities			
Accounts payable	983,482	64,488	1,047,970
Accrued salaries	1,257,932	68,671	1,326,603
Unearned revenue	4,481,650	3,131	4,484,781
Accrued interest payable		10,051	10,051
Amounts due within one year:			
General obligation notes payable	61,215		61,215
Claims liabilities	237,724		237,724
Accrued compensated absences	104,024		104,024
Early retirement incentive payable	174,035		174,035
Revenue bonds payable	1,195,000		1,195,000
Amounts due in more than one year:			
General obligation notes payable	725,775		725,775
Claims liabilities	616,156		616,156
Accrued compensated absences	936,217		936,217
Net OPEB obligation	803,950		803,950
Revenue bonds payable	2,502,425		2,502,425
Total liabilities	14,079,585	146,341	14,225,926
Net Assets			
Invested in capital assets, net of related debt	40,900,206	274,093	41,174,299
Restricted	19,698,652		19,698,652
Unrestricted	11,656,481	1,918,394	13,574,875
Total net assets	\$ 72,255,339	2,192,487	74,447,826

Discretely Presented Component Units Governmental Activities	
Macon County Mental Health Board	Macon County ETSB
1,898,409	3,156,876
20,686	
2,300,877	
346,767	253,936
29,833	79,306
18,927	611,431
4,615,499	4,101,549
286,983	90,613
41,940	7,022
2,303,285	
4,926	
15,933	
2,653,067	97,635
(1,932)	611,431
1,964,364	3,392,483
1,962,432	4,003,914

MACON COUNTY, ILLINOIS

STATEMENT OF ACTIVITIES

Year ended November 30, 2011

Functions	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Primary Government:				
Governmental activities:				
General control and administration	\$ 7,184,382	2,092,862	165,331	
Public safety	13,367,326	1,531,731	967,841	
Judiciary and court-related	8,448,670	2,822,799	1,530,057	
Public health and welfare	10,251,619	1,011,329	7,583,550	
Transportation	6,599,454		2,195,523	453,195
Interest on long-term debt	227,944			
Total governmental activities	46,079,395	7,458,721	12,442,302	453,195
Business-type activities:				
Decatur Public Building Commission	3,462,329	573,764		
Total primary government	49,541,724	8,032,485	12,442,302	453,195
Component Units:				
Governmental activities:				
Macon County Mental Health Board	3,468,991	166,473	926,264	
Macon County Emergency Telephone System Board (ETSB)	1,158,026			
Total component units	\$ 4,627,017	166,473	926,264	

General Revenues:

Property taxes
 Sales tax
 Income and replacement tax
 Telephone surcharge
 Investment income
 Miscellaneous

Internal transfers

Total general revenues

Change in net assets

Net assets, beginning, as restated

Net assets, ending

See Notes to Financial Statements.

Net (Expense) Revenue and
Changes in Net Assets

Primary Government			Component Units	
Governmental Activities	Business-Type Activities	Total	Macon County Mental Health Board	Macon County ETSB
(4,926,189)		(4,926,189)		
(10,867,754)		(10,867,754)		
(4,095,814)		(4,095,814)		
(1,656,740)		(1,656,740)		
(3,950,736)		(3,950,736)		
(227,944)		(227,944)		
<u>(25,725,177)</u>	-	<u>(25,725,177)</u>		
	(2,888,565)	(2,888,565)		
<u>(25,725,177)</u>	<u>(2,888,565)</u>	<u>(28,613,742)</u>		
			(2,376,254)	
				<u>(1,158,026)</u>
			<u>(2,376,254)</u>	<u>(1,158,026)</u>
17,149,602		17,149,602	2,300,065	
5,976,995		5,976,995		
2,014,766		2,014,766		
				993,380
102,321	26,387	128,708	24,867	17,068
2,284,679	575	2,285,254	107,954	
<u>(2,895,557)</u>	<u>2,895,557</u>			
<u>24,632,806</u>	<u>2,922,519</u>	<u>27,555,325</u>	<u>2,432,886</u>	<u>1,010,448</u>
(1,092,371)	33,954	(1,058,417)	56,632	(147,578)
<u>73,347,710</u>	<u>2,158,533</u>	<u>75,506,243</u>	<u>1,905,800</u>	<u>4,151,492</u>
<u>\$ 72,255,339</u>	<u>2,192,487</u>	<u>74,447,826</u>	<u>1,962,432</u>	<u>4,003,914</u>

MACON COUNTY, ILLINOIS

**BALANCE SHEET
GOVERNMENTAL FUNDS**

November 30, 2011

	General Corporate Fund	Law Enforcement Safety Tax Fund	Illinois Municipal Retirement Fund	County Health Fund	County Highway Fund
Assets					
Cash	\$ 7,849,861	613,248	1,739,427	1,511,902	882,105
Investments, at cost	1,258	1,000	251	3,655	251
Taxes receivable, net of allowance or uncollectibles	155,394		93,821	64,047	57,396
Accounts receivable	146,134			67,247	
Inventory	5,834			174,740	436,338
Due from governmental agencies:					
State of Illinois	1,778,642	460,794		774,754	104,000
Other governmental agencies	392,481				
Prepaid items	41,891	22,969			
Restricted cash	209,664				
Due from other funds	1,049,560	108,893	160,389	138,924	34,590
Total assets	11,630,719	1,206,904	1,993,888	2,735,269	1,514,680
Liabilities					
Accounts payable	122,293	73,131	294,602	100,163	54,664
Accrued salaries	729,572	181,233		141,088	52,429
Deferred revenue	93,259				1,524
Due to other funds	742,286		1,417	198,987	69,247
Total liabilities	1,687,410	254,364	296,019	440,238	177,864
Fund Balances					
Nonspendable	47,725	22,969		174,740	436,338
Restricted	21,198	429,571	1,697,869	2,120,291	900,478
Unrestricted:					
Committed	2,700,820	500,000			
Unassigned	7,173,566				
Total fund balances	9,943,309	952,540	1,697,869	2,295,031	1,336,816
Total liabilities and fund balances	\$ 11,630,719	1,206,904	1,993,888	2,735,269	1,514,680

See Notes to Financial Statements.

Federal Aid Matching Fund	County Motor Fuel Tax	Multi-Facility Lease Fund	State's Attorney Grant Fund	Probation Grant Fund	Other Governmental Funds	Total Governmental Funds
5,434,561	862,648	2,081,919	27,619	30,692	8,755,655	29,789,637
251	1,008				30,303	37,977
16,838		198,763			74,243	660,502
						213,381
						616,912
1,492	126,772		336,403	133,105	82,784	3,798,746
		1,290,902			37,290	1,720,673
		3,778,301			3,993	3,847,154
						209,664
	58,695	167,533	79,005		271,715	2,069,304
5,453,142	1,049,123	7,517,418	443,027	163,797	9,255,983	42,963,950
18,031	72,793		28,628	62,003	154,078	980,386
			39,739		113,346	1,257,407
4,100,000			25,423	4,624	256,820	4,481,650
179			81,519	12,643	854,861	1,961,139
4,118,210	72,793	-	175,309	79,270	1,379,105	8,680,582
		3,778,301			3,993	4,464,066
1,334,932	976,330	3,739,117	267,718	84,527	8,126,621	19,698,652
					100,000	3,300,820
					(353,736)	6,819,830
1,334,932	976,330	7,517,418	267,718	84,527	7,876,878	34,283,368
5,453,142	1,049,123	7,517,418	443,027	163,797	9,255,983	42,963,950

MACON COUNTY, ILLINOIS

**RECONCILIATION OF THE GOVERNMENTAL FUNDS
BALANCE SHEET TO THE STATEMENT OF NET ASSETS
November 30, 2011**

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

Total fund balances - total governmental funds	\$ 34,283,368
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	45,384,621
Internal service funds are used to pay for the costs of certain activities, such as insurance and leasing. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net assets.	(910,009)
Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the funds.	
Compensated absences liability	(1,040,241)
General obligation notes payable	(786,990)
Early Retirement Incentive Liability	(174,035)
Net OPEB liability	(803,950)
Revenue Bonds Payable	<u>(3,697,425)</u>
Net assets of governmental activities	<u>\$ 72,255,339</u>

See Notes to Financial Statements.

MACON COUNTY, ILLINOIS

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCES - GOVERNMENTAL FUNDS
 Year ended November 30, 2011

	General Corporate Fund	Law Enforcement Safety Tax Fund	Illinois Municipal Retirement Fund	County Health Fund	County Highway Fund
Revenues:					
Taxes	\$9,429,785	2,599,387	2,437,623	1,652,753	1,491,257
Intergovernmental	2,704,918	125,178		3,391,027	344,119
Fines, fees, forfeitures	3,982,604	160,443		279,605	
Licenses and permits	71,857			215,719	
Interest on investments	40,786	5,923	1,447	2,420	1,351
Miscellaneous	2,040,568	802		21,088	50,977
Total revenues	18,270,518	2,891,733	2,439,070	5,562,612	1,887,704
Expenditures:					
Current:					
General control and administration	3,487,721		254,115		
Public safety	7,202,829	2,849,409	1,364,588		
Judiciary and court-related	6,922,265		910,263		
Public health and welfare	157,548		129,692	5,098,896	
Transportation			69,133		1,384,883
Capital outlay	108,385	214,868		176,277	562,155
Debt service:					
Principal				59,825	
Interest				31,763	
Total expenditures	17,878,748	3,064,277	2,727,791	5,366,761	1,947,038
Excess (deficiency) of revenues over (under) expenditures	391,770	(172,544)	(288,721)	195,851	(59,334)
Other financing sources (uses):					
Transfers in	602,258				
Transfers out				(89,658)	(61,250)
Total other financing sources (uses)	602,258	-	-	(89,658)	(61,250)
Net change in fund balances	994,028	(172,544)	(288,721)	106,193	(120,584)
Fund balances, beginning of year	8,949,281	1,125,084	1,986,590	2,188,838	1,457,400
Fund balances, end of year	\$ 9,943,309	952,540	1,697,869	2,295,031	1,336,816

See Notes to Financial Statements.

Federal Aid Matching Fund	County Motor Fuel Tax	Multi-Facility Lease Fund	State's Attorney Grant Fund	Probation Grant Fund	Other Governmental Funds	Total Governmental Funds
437,492		5,164,166			1,928,901	25,141,364
56,755	2,115,874	662,436	1,299,065	319,271	3,052,806	14,071,449
			232,959		1,964,598	6,620,209
						287,576
2,808	4,433	6,585	1,497	249	34,744	102,243
	54,576	284	12,527		128,309	2,309,131
497,055	2,174,883	5,833,471	1,546,048	319,520	7,109,358	48,531,972
		801,931			2,364,334	6,908,101
		2,380,327			995,763	14,792,916
		1,000,647			577,766	9,410,941
399,272	1,466,391		1,468,016	340,345	2,887,636	10,082,133
	302,419		4,536	2,581	779,152	4,098,831
					119,228	1,490,449
		1,395,000				1,454,825
		196,181				227,944
399,272	1,768,810	5,774,086	1,472,552	342,926	7,723,879	48,466,140
97,783	406,073	59,385	73,496	(23,406)	(614,521)	65,832
					61,200	663,458
					(705,250)	(856,158)
-	-	-	-	-	(644,050)	(192,700)
97,783	406,073	59,385	73,496	(23,406)	(1,258,571)	(126,868)
1,237,149	570,257	7,458,033	194,222	107,933	9,135,449	34,410,236
1,334,932	976,330	7,517,418	267,718	84,527	7,876,878	34,283,368

MACON COUNTY, ILLINOIS

RECONCILIATION OF THE GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES TO THE STATEMENT OF ACTIVITIES
Year ended November 30, 2011

Net change in fund balances - total governmental funds \$ (126,868)

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

Internal service funds are used to pay for the costs
of certain activities, such as insurance and leasing. The
net revenue of the internal service funds is reported with
governmental activities in the statement of activities. (372,762)

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

Capital outlay	\$ 358,535	
Donated capital assets	630,555	
Depreciation	<u>(3,257,634)</u>	
Excess of depreciation over capital outlay expense		(2,268,544)

Loss on capital asset disposition (125,704)

The issuance of long-term debt provides current financial
resources to governmental funds, while the repayment
of the principal of long-term debt consumes the current
financial resources of governmental funds. Neither
transaction, however, has any effect on net assets.
This amount is the net effect of these differences
in the treatment of long-term debt. 1,454,825

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 the funds:

Compensated absences payable change	(8,520)	
Early retirement incentive liability change	610,301	
Net OPEB liability change	<u>(255,099)</u>	
		<u>346,682</u>

Change in net assets of governmental activities \$ (1,092,371)

See Notes to Financial Statements.

MACON COUNTY, ILLINOIS

**STATEMENT OF NET ASSETS
PROPRIETARY FUNDS
November 30, 2011**

	Business-Type Activities Decatur Public Building Commission	Governmental Activities Internal Service Fund
ASSETS		
Current assets:		
Cash	\$ 1,896,475	55,455
Investments		202
Accounts receivable	1,000	
Restricted cash and cash equivalents	1,290,902	
Lease receivable	1,195,000	
Inventory	65,413	
Prepaid expenses	32,518	
Total current assets	4,481,308	55,657
Noncurrent assets:		
Capital assets, not being depreciated	214,863	
Capital assets, net of accumulated depreciation	59,230	
Lease receivable, net of current portion	2,502,425	
Unamortized issuance costs	69,329	
Total noncurrent assets	2,845,847	-
Total assets	7,327,155	55,657
LIABILITIES		
Current liabilities:		
Accounts payable	64,488	3,096
Claims payable - workers compensation		137,053
Claims payable - liability		100,671
Current portion of revenue bonds payable	1,195,000	
Accrued interest payable	71,239	
Deferred rental income	1,294,033	
Accrued salaries	33,391	525
Accrued compensated absences	35,280	
Due to other funds		108,165
Total current liabilities	2,693,431	349,510
Noncurrent liabilities:		
Claims payable		616,156
Revenue bonds payable, net of unamortized discounts and defeasance losses	2,441,237	
Total liabilities	5,134,668	965,666
NET ASSETS		
Invested in capital assets, net of related debt	274,093	
Unrestricted	1,918,394	(910,009)
Total net assets	\$ 2,192,487	(910,009)

MACON COUNTY, ILLINOIS

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS
 PROPRIETARY FUNDS
 Year ended November 30, 2011

	Business-Type Activities Decatur Public Building Commission	Governmental Activities Internal Service Fund
Operating revenues:		
Rental income	\$ 4,064,539	
Parking lot fees	35,337	
Miscellaneous	575	7,065
Total operating revenues	4,100,451	7,065
Operating expenses:		
Salaries and benefits	1,531,600	23,444
Contractual services	1,386,246	
Materials and supplies	915,097	
Other expenses	24,554	4,848
Depreciation	15,126	
Claim payments		456,908
Contingency for claim loss		87,405
Total operating expenses	3,872,623	572,605
Operating income (loss)	227,828	(565,540)
Nonoperating revenues (expenses):		
Interest on investments	26,387	78
Amortization of debt issuance costs	(32,031)	
Interest expense	(188,230)	
Total non-operating revenues (expenses)	(193,874)	78
Income (loss) before transfers	33,954	(565,462)
Transfers:		
Transfers in		200,000
Transfers out		(7,300)
Total transfers	-	192,700
Change in net assets	33,954	(372,762)
Net assets (deficit), beginning of year	2,158,533	(537,247)
Net assets (deficit), end of year	\$ 2,192,487	(910,009)

See Notes to Financial Statements.

MACON COUNTY, ILLINOIS

STATEMENT OF CASH FLOWS
 PROPRIETARY FUNDS
 Year ended November 30, 2011

	Business-Type Activities Decatur Public Building Commission	Governmental Activities Internal Service Fund
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts from customers	\$ 5,379,865	
Payments to suppliers	(2,310,022)	
Payments to employees	(1,527,368)	(27,849)
Cash received from user departments and participants		82,531
Cash paid for claims		(274,703)
	<u>1,542,475</u>	<u>(220,021)</u>
CASH FLOWS FROM NON CAPITAL FINANCING ACTIVITIES		
Acquisition and construction of capital assets	(214,863)	
Principal paid on bond maturities	(1,395,000)	
Interest paid on bonds	(206,647)	
Net transfers		192,700
	<u>(1,816,510)</u>	<u>192,700</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest on investments	26,387	78
	<u>26,387</u>	<u>78</u>
Net cash flows from investing activities	26,387	78
Net increase (decrease) in cash and cash equivalents	(247,648)	(27,243)
Cash and cash equivalents, beginning of year	3,435,025	82,699
Cash and cash equivalents, end of year	<u>\$ 3,187,377</u>	<u>55,456</u>

(Continued)

MACON COUNTY, ILLINOIS

STATEMENT OF CASH FLOWS
 PROPRIETARY FUNDS (Continued)
 Year ended November 30, 2011

	Business-Type Activities Decatur Public Building Commission	Governmental Activities Internal Service Fund
RECONCILIATION OF OPERATING LOSS TO NET CASH PROVIDED BY OPERATING ACTIVITIES		
Operating income (loss)	\$ 227,828	(565,540)
Adjustments to reconcile operating loss to net cash flows from operating activities:		
Depreciation	15,126	
(Increase) decrease in assets:		
Lease receivable	1,395,000	
Inventory	(6,871)	
Prepaid expenses	(7,455)	
Due from other funds		20,363
Accounts receivable	(1,000)	9,875
Increase (decrease) in liabilities:		
Accounts payable, excluding payable for capital asset:	30,201	(55,526)
Accrued salaries	2,998	443
Compensated absences	1,234	
Deferred rental income	(114,586)	
Claims payable		325,136
Due to other funds		45,228
Net cash flows from operating activities	\$ 1,542,475	(220,021)

See Notes to Financial Statements.

MACON COUNTY, ILLINOIS

STATEMENT OF FIDUCIARY NET ASSETS

AGENCY FUNDS

November 30, 2011

Assets

Cash	\$ 9,183,155
Investments	683,689
Accrued interest	7,091
Due from other governmental agencies	35,506
Due from State of Illinois - allotment	89,290
	<hr/>
Total assets	<u>9,998,731</u>

Liabilities

Due to other governmental agencies	1,375,182
Deposits payable	2,587,091
Due to taxing districts	5,837,427
Due to tax buyers	199,031
	<hr/>
Total liabilities	<u>\$ 9,998,731</u>

See Notes to Financial Statements.

MACON COUNTY, ILLINOIS

NOTES TO FINANCIAL STATEMENTS

November 30, 2011

Note 1 - Summary of Significant Accounting Policies

Macon County (County) is a municipal corporation comprising three branches of government. Primary governance is by an elected twenty-one member board holding both legislative and some executive branch powers. The executive branch is comprised of officials elected directly by the voters of the County including the Auditor, Circuit Clerk, County Clerk, Coroner, Recorder, Sheriff, State's Attorney and Treasurer. Although elected officials manage the internal operations of their respective departments, the County Board authorizes expenditures as well as serves as the budget and taxing authority, contracting body, and the chief administrators of public services for the entire County.

The financial statements of Macon County have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. Following are the more significant of the County's accounting policies.

The Financial Reporting Entity: As required by generally accepted accounting principles, these financial statements present the County (the primary government) and its component units. The County's financial statements include all funds, departments, boards and agencies that are not legally separate from the County. The component units are included in the County's reporting entity because of the significance of their operational or financial relationship with the County. Furthermore, their inclusion is considered necessary to avoid incomplete or misleading financial reporting.

The financial statements are formatted to allow users to clearly distinguish between the primary government and its component units. Because of the closeness of their relationship with the primary government, some component units are blended as though they are part of the primary government; others are discretely presented.

Blended Component Units - The Decatur Public Building Commission (DPBC) is a municipal corporation created under the provisions of the Public Building Commission Act of the State of Illinois. The purpose of the DPBC is to acquire or construct facilities for participating governments and to issue bonded debt to finance the acquisition or construction of such facilities. The City of Decatur organized the DPBC along with the County, and together, they appoint the five-member governing board of the DPBC. The DPBC is financially dependent on the County because the debt issued by the DPBC is paid almost entirely by the County in the form of lease payments for County facilities. As such, the County has significant influence over the DPBC and has included the organization in the reporting entity.

Discretely Presented Component Units - The following discretely presented component units are reported in separate columns in the basic financial statements to emphasize that they are legally separate from the County.

MACON COUNTY, ILLINOIS

NOTES TO FINANCIAL STATEMENTS (Continued) November 30, 2011

Note 1 - Summary of Significant Accounting Policies, continued

The Financial Reporting Entity, continued:

The Macon County Mental Health Board (708 Board) is a special unit of local County government, operating under the Community Mental Health Act, Chapter 405 ILCS, Section 20/01 et seq. of the Illinois Compiled Statutes (ILCS). The 708 Board is funded through Macon County property taxes and various other local and state agencies, and distributes funds to various local nonprofit agencies that deal with the developmentally disabled and mentally ill. All members of the 708 Board are appointed by the Macon County Board. The Macon County Board approves the 708 Board's annual budget and also has the authority to determine its tax levy. As such, the County has significant influence over the 708 Board and has included the organization in the reporting entity. The 708 Board's year-end for financial reporting purposes is June 30, which differs from the County. The 708 Board's June 30, 2011, financial statements are included herein.

Complete financial statements for the Macon County Mental Health Board can be obtained at 132 South Water Street, Decatur, Illinois 62523.

The Macon County Emergency Telephone System Board (ETSB) is a special unit of local County government, operating under the Emergency Telephone System Act, Chapter 50 ILCS, Section 750/15.4 et seq. of the Illinois Compiled Statutes (ILCS). The ETSB is funded through telephone surcharges and distributes funds to plan, coordinate, and supervise the implementation of an enhanced 9-1-1 system. All members of the ETSB are appointed by the Macon County Board. The Macon County Board may at any time change the rate of the surcharge imposed as long as the new rate does not exceed the rate specified in the referendum. As such, the County has significant influence over the ETSB and has included the organization in the reporting entity. The ETSB's year end for financial reporting purposes is November 30, 2011, the same as the County. The ETSB's November 30, 2011, financial statements are included herein.

Complete financial statements for the Macon County Emergency Telephone System Board can be obtained at 141 South Main Street, Suite 810, Decatur, Illinois 62523.

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 of all Fire Protection Districts in Macon County, all Drainage Districts in Macon County, the Decatur Sanitary District, Macon County Conservation District, and the Macon County Mosquito Abatement District.

In addition, several legally separate tax exempt organizations have been established to benefit the County and others. These organizations include the Decatur and Macon County Animal Shelter Foundation, the Macon County Historical Society, Macon County Community Health Foundation and Friends of the Macon County Child Advocacy Center.

MACON COUNTY, ILLINOIS

NOTES TO FINANCIAL STATEMENTS (Continued)

November 30, 2011

Note 1 - Summary of Significant Accounting Policies, continued

Payments Between the County and Component Units: Resource flows (except those that affect the statement of net assets/balance sheet only, such as loans and repayments) between a primary government and its discretely presented component units are reported as external transactions - that is, as revenues and expenditures. Resource flows between the primary government and blended component units are classified as interfund transactions in the financial statements.

Basis of Presentation: The County's basic financial statements consist of government-wide financial statements, including a statement of net assets and a statement of activities, and fund financial statements which provide a more detailed level of financial information.

Government-wide Financial Statements: The statement of net assets and the statement of activities display information about the County as a whole. These statements include the financial activities of the primary government and its component units, except for fiduciary funds. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities which rely to a significant extent on fees and charges for support.

The statement of net assets presents the financial condition of the governmental activities of the County at year end. The statement of activities presents a comparison between direct expenses and program revenues for each program or function of the County's governmental activities. Direct expenses are those that are specifically associated with a service, program, or department and, therefore, clearly identifiable to a particular function. Program revenues include charges paid by the recipient of the goods or services offered by the program, grants and contributions that are restricted to meeting the operational or capital requirements of a particular program, and interest earned on grants that is required to be used to support a particular program. Revenues that are not classified as program revenues are presented as general revenues of the County with certain limited exceptions. The comparison of direct expenses with program revenues identifies the extent to which each governmental program is self-financing or draws from the general revenues of the County.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. However, interfund services provided and used are not eliminated in the process of consolidation.

Fund Financial Statements: During the year, the County segregates transactions related to certain County functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance. Fund financial statements are designed to present financial information of the County at this more detailed level. Separate financial statements are provided for governmental funds, proprietary funds and fiduciary funds, even though the latter are excluded from the government-wide financial statements. The focus of fund financial statements is on major funds, each presented in a separate column. All remaining funds are aggregated and presented in a single column and reported as nonmajor funds.

MACON COUNTY, ILLINOIS

NOTES TO FINANCIAL STATEMENTS (Continued) November 30, 2011

Note 1 - Summary of Significant Accounting Policies, continued

Fund Accounting: The County uses funds to maintain its financial records during the year. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts. There are three categories of funds: governmental, proprietary, and fiduciary.

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. Expendable assets are assigned to the various governmental funds according to the purpose for which they may or must be used. Current liabilities are assigned to the fund from which they will be paid. The difference between governmental fund assets and liabilities is reported as fund balance. The following are the County's major governmental funds:

The General Fund is the government's primary operating fund and 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.

The Law Enforcement Safety Tax Fund (LEST) accounts for sales tax revenue and expenditures restricted for public safety issues.

The Illinois Municipal Retirement Fund accounts for revenue, including property tax levies, contributions from employees and charges to other funds, and expenditures to the state administered retirement system for all general service employees.

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

The County Highway Fund accounts for a county-wide property tax levy for County highway maintenance, as well as federal and state grants and subsidies, and expenditures for the purpose of highway improvements and maintenance.

The Federal Aid Matching Fund accounts for revenue, including project refunds from the State of Illinois, and property tax levies, and expenditures for the County's share of highway improvements.

The County Motor Fuel Tax Fund accounts for revenue, including the County's Motor Fuel tax allotment from the State of Illinois, and expenditures for the purpose of maintenance patrols and payments to the County Highway Fund.

The Multi-Facility Lease Fund accounts for property tax revenue and annual lease payments and maintenance expenditures to the Decatur Public Building Commission for the Macon County Office Building, Courts Facility, Law Enforcement Center and Animal Control Facility.

MACON COUNTY, ILLINOIS

NOTES TO FINANCIAL STATEMENTS (Continued)
November 30, 2011

Note 1 - Summary of Significant Accounting Policies, continued

Fund Accounting, continued:

Governmental Funds, continued:

The State's Attorney Grant Fund accounts for revenue, including federal and state grants, and expenditures fulfilling the grant purposes for grants under the direction of the Macon County State's Attorney.

The Probation Grant Fund accounts for revenue, including federal and state grants, and expenditures fulfilling the grants purposes.

The other governmental funds of the County account for county-wide property tax levies, grants and other resources whose use is restricted for a particular purpose; the accumulation of resources for, and the payment of debt; and the acquisition or construction of major capital facilities.

Proprietary Funds: Proprietary Funds are used to account for activities that are similar to those often found in the private sector. The measurement focus is on determination of operating income, financial position, changes in net assets and cash flows. Operating revenues include charges for services. Operating expenses include costs of services as well as materials, contracts, personnel, and depreciation. All revenues and expenses not meeting these definitions are reported as nonoperating revenues and expenses.

The County's proprietary fund types consist of one Enterprise Fund and one Internal Service Fund. Enterprise funds are used to account for those operations that are financed and operated in a manner similar to private business or where management has decided that the determination of revenues earned, costs incurred and/or net income is necessary for management accountability. The County's Enterprise fund consists of activities of the Decatur Public Building Commission, its only major Enterprise fund.

The Internal Service Fund accounts for the financing of goods or services provided by one department to other departments or agencies of the County. The County established the Self Insurance Fund for the purpose of providing for the accumulation of funds to fund the County's self-funded workmen's compensation liability insurance. This internal service fund derives its funding from periodic transfers from the Insurance Liability Fund and not from any cost reimbursements from other funds. This funding is then used to pay claims when the need arises. The Internal Service Fund is included in governmental activities for government-wide reporting purposes.

Fiduciary Funds: The County's fiduciary fund types consist only of Agency Funds, which are custodial in nature and do not involve the measurement of operations. The County's Agency Funds account for assets held by the County for political subdivisions in which the County acts as fiscal agent and for property taxes, state-levied shared revenues, and fines and forfeitures collected and distributed to other political subdivisions. Agency Funds use the accrual basis of accounting.

MACON COUNTY, ILLINOIS

NOTES TO FINANCIAL STATEMENTS (Continued)
November 30, 2011

Note 1 - Summary of Significant Accounting Policies, continued

Fund Accounting, continued:

Private-sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in both the government-wide and proprietary fund financial statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board. Governments also have the option of following subsequent private-sector guidance for their business-type activities and enterprise funds, subject to this same limitation. The County has elected not to follow subsequent private-sector guidance.

Measurement Focus:

Government-wide Financial Statements: The government-wide financial statements are prepared using a flow of economic resources measurement focus. All assets and all liabilities associated with the operation of the County are included on the statement of net assets.

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 balance reflects the sources (i.e., revenues and other financing 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.

All proprietary funds are accounted for using the economic resources measurement focus and the accrual basis of accounting. As such, revenues are recognized when earned and expenses are recorded when the obligation has been incurred.

Basis of Accounting: Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements. Government-wide financial statements are prepared using the accrual basis of accounting. Governmental funds use the modified accrual basis of accounting, and fiduciary funds use the accrual basis of accounting. Differences in the accrual and modified accrual basis of accounting arise in the recognition of revenue, the recording of deferred revenue, and in the presentation of expenses versus expenditures.

Discretely Presented Component Units: Each component unit financial statement included herein is prepared using the accrual basis of accounting.

MACON COUNTY, ILLINOIS

NOTES TO FINANCIAL STATEMENTS (Continued)
November 30, 2011

Note 1 - Summary of Significant Accounting Policies, continued

Basis of Accounting, continued:

Revenues - Exchange and Nonexchange Transactions: Revenue resulting from exchange transactions, in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place. On the modified accrual basis, revenue is recognized in the year in which the resources are measurable and become available. Available means the resources will be collected within the current year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current year. For the County, available means expected to be received within sixty (60) days after year end.

Nonexchange transactions, in which the County receives value without directly giving equal value in return, include property taxes, sales taxes, grants, entitlements, and donations. On the accrual basis, revenue from property taxes is recognized in the year for which the taxes are levied. Revenue from sales taxes is recognized in the period in which the sales are made. Revenue from grants, entitlements, and donations is recognized in the year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the year when use is first permitted; matching requirements, in which the County must provide local resources to be used for a specified purpose; and expenditure requirements, in which the resources are provided to the County on a reimbursement basis. On the modified accrual basis, revenue from nonexchange transactions must also be available before it can be recognized.

Under the modified accrual basis, the following revenue sources are considered both measurable and available at year end: sales taxes, income taxes and state-levied locally shared taxes. All other revenue items are considered to be measurable and available only when cash is received.

Deferred Revenues: Deferred revenues arise when assets are recognized before the revenue recognition criteria have been satisfied.

Expenses/Expenditures: On the accrual basis, expenses are recognized at the time they are incurred.

The measurement focus of governmental fund accounting is on decreases in net financial resources (expenditures) rather than expenses. Expenditures are generally recognized in the accounting period in which the related fund liability is incurred, if measurable. Allocations of cost, such as depreciation and amortization, are not recognized in governmental funds.

Operating Revenues and Expenses: Operating revenues and expenses consist of those revenues that result from the ongoing principal operations of the Decatur Public Building Commission. Operating revenues consist primarily of rental charges. Non-operating revenues and expenses consist of those revenues and expenses that are related to financing and investing type of activities and result from nonexchange transactions or ancillary activities, if any.

MACON COUNTY, ILLINOIS

NOTES TO FINANCIAL STATEMENTS (Continued)
November 30, 2011

Note 1 - Summary of Significant Accounting Policies, continued

Fund Equity: Beginning with fiscal year 2011, the County implemented GASB Statement No, 54, "Fund Balance Reporting and Governmental Fund Type Definitions." The following classifications describe the relative nature, extent and strength of the spending constraints placed on the County's fund balances:

- **Nonspendable fund balance** - amounts that are in nonspendable form (such as inventory) or are required to be maintained intact (such as perpetual trusts).
- **Restricted fund balance** - amounts constrained to specific purposes by their providers (such as grantors, bondholders, and higher levels of government), through constitutional provisions, or by enabling legislation.
- **Committed fund balance** - amounts constrained to specific purposes by the County itself, using its highest level of decision-making authority (i.e., County Board). To be reported as committed, amounts cannot be used for any other purpose unless the County takes the same highest level action to remove or change the constraint.
- **Assigned fund balance** - amounts the County intends to use for a specific purpose. Intent can be expressed by the County Board or by an official or body to which the County Board delegates the authority.
- **Unassigned fund balance** - amounts that are available for any purpose. Positive amounts are reported only in the general fund.

Beginning fund balances for the County's governmental funds have been restated to reflect the above classifications.

The County Board establishes (and modifies or rescinds) fund balance commitments by passage of an ordinance or resolution. This is typically done through adoption and amendment of the budget. A fund balance commitment is further indicated in the budget document as a designation or commitment of the fund (such as for special incentives). Assigned fund balance is established by County Board through adoption or amendment of the budget as intended for specific purpose (such as the purchase of fixed assets, construction, debt service or for other purposes).

The County would typically use Restricted fund balances first, followed by Committed resources, and then Assigned resources, as appropriate opportunities arise, but reserves the right to selectively spend Unassigned resources first to defer the use of these other classified funds.

MACON COUNTY, ILLINOIS

NOTES TO FINANCIAL STATEMENTS (Continued)
November 30, 2011

Note 1 - Summary of Significant Accounting Policies, continued

Cash and Cash Equivalents/Investments: All deposits of the County are made in board designated official depositories and are secured as required by the Public Funds Investment Act. The County may designate, as an official depository, any bank insured by the Federal Deposit Insurance Corporation or credit union with the principal office located within the State of Illinois. Also, the County may establish time deposit accounts such as NOW and SuperNOW accounts, money market accounts, and certificates of deposit.

Cash includes amounts in demand deposits as well as short-term investments with a maturity date within one year of the date acquired by the government. The County maintains separate bank accounts for each individual fund.

Investments consist of interest-bearing deposits invested in the Illinois Funds Money Market and certificates of deposit and are stated at cost, which equals market. The County maintains separate investment accounts for each individual fund.

Cash and Cash Equivalents: For purposes of the statement of cash flows, the County's proprietary fund considers all highly liquid investments (including restricted assets) with a maturity of three (3) months or less when purchased to be cash equivalents.

Restricted Assets: Restricted cash in the General Fund is cash set aside for the payment of expenses related to the child support maintenance program operated by the Macon County Circuit Clerk, the commissary operated at the jail by the Macon County Sheriff, and a marriage account held for judicial expenditures.

Inventories and Prepaid Items: Inventories of consumable supplies are recorded at cost (determined on a first-in, first-out basis). Inventory in the General Fund, governmental activities, Proprietary Funds and Business-type Activities consists of expendable supplies held for consumption. The costs are reported as expenditures when consumed. Reported inventories are equally offset by a nonspendable fund balance. Inventory recorded as an asset at year end consists of unused commodities (vaccines) received through grant programs, office supplies, and parts and operating materials.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both the government-wide and fund financial statements. The County has adopted the consumption method of accounting for prepaid items. That is, the asset is recorded when the payments to vendors are made, and the expenses are amortized in the appropriate accounting period.

MACON COUNTY, ILLINOIS

NOTES TO FINANCIAL STATEMENTS (Continued)
November 30, 2011

Note 1 - Summary of Significant Accounting Policies, continued

Capital Assets: General capital assets are capital assets which are associated with and generally arise from governmental activities. They generally result from expenditures in governmental funds. General capital assets are reported in the governmental activities column of the government-wide statement of net assets but are not reported in the fund financial statements.

Governmental Activities: Capital assets purchased or acquired with an original individual cost of at least \$ 5,000 and an estimated useful life of more than one year are reported at historical cost or estimated historical cost. 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.

All capital assets are depreciated, except for land and improvements and construction in progress. Improvements are depreciated over the remaining useful lives of the related capital assets. Depreciation is computed using the straight-line method over the following useful lives:

<u>Description</u>	<u>Estimated Lives</u>
Buildings and building improvements	25-40 years
Vehicles	5-10 years
Furniture and fixtures	5 years
Technology and equipment	3 years
Infrastructure	25 years

Business-type Activities: Capital assets of proprietary funds are stated at cost. The cost of property additions and major replacements of retired units of property is capitalized. Interest on funds used during construction of major projects has not been capitalized. The cost of maintenance, minor repairs and small tools are charged to operations. Donated capital assets, if any, are valued at their fair market value on the date donated.

Assets capitalized have an original cost of \$ 5,000 or more. Depreciation is computed on the straight-line basis. The estimated useful lives used to compute depreciation are as follows:

<u>Description</u>	<u>Estimated Lives</u>
Land improvements	10 years
Buildings and improvements	25-40 years
Vehicles	5-10 years
Furniture and fixtures	5 years
Technology and equipment	5 years

All assets purchased by the DPBC under the provisions of the lease agreements discussed in Note 10 are considered to be assets owned by other parties, mainly the County, as ownership is transferred to the other parties upon expiration of the leases. Therefore, such purchases are not capitalized by the DPBC, but rather recorded as materials and supplies expenses on the DPBC financial statements.

MACON COUNTY, ILLINOIS

NOTES TO FINANCIAL STATEMENTS (Continued)
November 30, 2011

Note 1 - Summary of Significant Accounting Policies, continued

Capital Assets, continued:

Macon County Emergency Telephone System Board: Capital assets result from expenditures in the governmental funds. These assets are reported only in the government-wide statement of net assets.

All capital assets are capitalized at cost (or estimated historical cost), depreciated on a straight-line basis over its estimated useful life ranging from 1 to 10 years and updated for additions and retirements during the year. The Board maintains a capitalization threshold of \$ 500. The Board does not possess any infrastructure. Improvements are capitalized; the cost of normal maintenance and repairs that do not add to the value of the asset or materially extend the asset's life are not.

Interfund Activity: Interfund activity is reported as either loans, services provided or used, reimbursements or transfers. On fund financial statements, receivables and payables resulting from short-term interfund loans or interfund services provided and used are classified as "due to/from other funds." Reimbursements are when one fund incurs a cost, charges the appropriate benefiting fund and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers which are reported as other financing sources/uses in governmental funds and after non-operating revenues/expenses in enterprise funds. Interfund balances within governmental activities and within business-type activities are eliminated on the government-wide statement of net assets. The only interfund balances which remain on the government-wide statement of net assets are those between governmental and business-type activities. These amounts are reflected as "Internal Balances."

Transactions Between Funds: The County allocates to the Special Revenue Funds an indirect cost amount of the salaries and wages and related costs of personnel who perform administrative services for those funds but are paid through the General Fund along with other indirect costs deemed necessary for their operations. During the year ended November 30, 2011, the County allocated \$ 178,608 for such services.

Compensated Absences: Vacation benefits are accrued as a liability as the benefits are earned if the employees' rights to receive compensation are attributable to services already rendered, and it is probable the County will compensate the employees for the benefits through paid time off or some other means. The County records a liability for accumulated unused vacation time when earned for all employees with more than one year of service.

County employees receive vacation and sick pay in varying amounts based upon their employment anniversary dates and the bargaining unit to which they are a part. All employees' unused sick leave is utilized according to IMRF regulations to extend retirement benefits when an employee dies or retires. The deputies or correction officers or their beneficiary in case of death, may elect to receive a sick leave buy-out payment at the rate of 50 percent of the employee's accumulated sick leave up to a maximum of 60 days, or 120 days for employees hired before 1994. Employees covered under the AFSCME 612 contract have the option of receiving a sick leave payout of 50% for up to 30 days; Circuit Clerk covered employees may elect to receive a 50% payout on a maximum of 50 days. All employees who are enrolled in IMRF have the option of having unpaid sick leave count toward their retirement by IMRF formula; many retiring employees elect this option rather than that available in the labor contract.

MACON COUNTY, ILLINOIS

NOTES TO FINANCIAL STATEMENTS (Continued)
November 30, 2011

Note 1 - Summary of Significant Accounting Policies, continued

Compensated Absences, continued:

The entire compensated absences liability is reported on the government-wide financial statements.

On governmental fund financial statements, compensated absences are recognized as a liability and expenditure to the extent payments come due each period upon the occurrence of employee resignations and retirements. The County does not set aside funds in its current budget to fund liabilities incurred during the period. Rather, the County funds compensated absences on a "pay-as-you-go" basis. The noncurrent portion of the liability is not reported.

Business-type Activities: Employees can earn three weeks vacation, three floating holidays, one personal day and six sick days per year. However, sick days do not accrue, as they are not paid upon termination.

Macon County Emergency Telephone System Board: The Board does not accrue compensatory time for employees. Sick and vacation time must be used in the year earned.

Accrued Liabilities and Long-Term Obligations: All payables, accrued liabilities, and long-term obligations are reported on the government-wide financial statements.

In general, governmental fund payables and accrued liabilities are recognized as fund liabilities when incurred. However, compensated absences and contractually required pension contributions that are paid from governmental funds are reported as liabilities on the fund financial statements only to the extent that they are due for payment during the current year. Loans and capital leases are recognized as a liability on the fund financial statements when due.

Net Assets: Net assets represent the difference between assets and liabilities. Net assets invested in capital assets, net of related debt, consists of capital assets, net of accumulated depreciation, reduced by the outstanding balance of any borrowing used for the acquisition, construction, or improvement of those assets. Net assets are reported as restricted when there are limitations imposed on their use either through constitutional provisions or enabling legislation adopted by the County or through external restrictions imposed by creditors, grantors, or laws or regulations of other governments. The County's policy is to first apply restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net assets are available.

Use of Estimates: The preparation of the financial statements in conformity with U.S. generally accepted accounting principles requires management to make estimates and assumptions that affect the amounts reported in the financial statements and disclosures. Actual results may differ from those estimates.

MACON COUNTY, ILLINOIS

NOTES TO FINANCIAL STATEMENTS (Continued)

November 30, 2011

Note 1 - Summary of Significant Accounting Policies, continued

Bond Discount/Issuance Costs: Issuance costs and discounts arising as the result of the issuance of bonds are deferred and amortized over the terms of the respective issues using the straight-line method. Discounts are presented as a reduction of the face amount of the underlying debt whereas issuance costs are recorded as deferred charges.

Macon County Mental Health Board - Related Parties: Woodford Homes, Inc., a related party through common management, pays a management fee to the Board for administrative services rendered. The fee was \$ 116,334 for the year ended June 30, 2011.

Note 2 - Deposits and Investments

Illinois Compiled statutes authorize the County to invest in obligations of the U.S. Treasury or its agencies, obligations of States and their political subdivisions, credit union shares, repurchase agreements (subject to limitations), commercial paper rated within the three highest classifications by at least two standard rating services, money market mutual funds and the Illinois Funds.

Deposits - Custodial Credit Risk: Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. The County's policy indicates that the Treasurer requires collateralization of public deposits be performed through pledging of appropriate securities by the depositories. As of November 30, 2011, all of the County's bank balances of \$ 43,554,229 (including certificates of deposit, checking, and savings accounts) were fully insured and collateralized. The County evaluates each financial institution with which it deposits funds and assesses the level of risk of each institution. Only those institutions with an acceptable estimated risk level are used as depositories.

The Decatur Public Building Commission's deposits are excluded from the above due to the fact that different custodians and deposit risk policies exist for these separate accounts. At November 30, 2011, the carrying amount of the DPBC's cash deposits totaled \$ 3,187,377 including restricted cash of \$ 1,290,902. All of the DPBC's deposits were insured by federal depository insurance or collateralized by securities held by a financial institution's trust department or agent in the DPBC's name.

Macon County Emergency Telephone System Board: The Board does not have policies regarding credit risk, custodial credit risk or concentration of credit risk. At November 30, 2011, all ETSB's cash accounts and investments are covered by federal insurance or collateralized by the pledging financial institution's trust department or agent in favor of the Board except for the amount invested in the Illinois Funds Money Market Fund. For the Illinois Funds, all deposits are collateralized by the fund over the FDIC insurance amount. However, they are not pledged specifically to the Board since it is an investment pool.

MACON COUNTY, ILLINOIS

NOTES TO FINANCIAL STATEMENTS (Continued)

November 30, 2011

Note 2 - Deposits and Investments, continued

Macon County Emergency Telephone System Board, continued: As of November 30, 2011, the Board had the following cash and investments:

Demand deposit	\$ 3,156,429
Illinois Funds	<u>447</u>
	<u>\$ 3,156,876</u>

Macon County Mental Health Board: At June 30, 2011, none of the Macon County Mental Health Board's bank balances of \$ 2,169,538 were exposed to custodial credit risk.

Investments: The County invests in the Illinois Funds Money Market Fund external investment pool which consists of monies invested by individual participants that are pooled together and invested in U.S. Treasury bills and notes backed by the full faith and credit of the U.S. Treasury. For purposes of overall credit risk, the funds are rated AAAM by Standard and Poor's. The individual participants maintain separate investment accounts representing a proportionate share of the pool assets and its respective collateral; therefore, no collateral is identified with each individual participant's account.

Investments - Custodial Credit Risk: Custodial credit risk is the risk that, in the event of the failure of the counterparty, the County will not be able to recover the value of its investments (or related collateral securities that are held by an outside party). To limit its exposure, the County's investment policy requires assets to be secured through third party custody and safekeeping procedures. At year end, none of the County's investments were subject to custodial credit risk due to the fact that investments were part of an insured pool.

Investments - Interest Rate Risk: Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. In accordance with the County's investment policy, the County limits its exposure to interest rate risk by structuring its portfolio so that operating funds are invested primarily in short-term securities or similar investment pools in order to meet cash requirements for ongoing operations. The Illinois Funds investment pool had a weighted average maturity of 20-28 days.

MACON COUNTY, ILLINOIS

NOTES TO FINANCIAL STATEMENTS (Continued)
November 30, 2011

Note 2 - Deposits and Investments, continued

Investments - Credit Risk: Concentration of credit risk is the risk of loss attributed to the magnitude of a government's investment in a single issuer. All of the County's investments are in certificates of deposit and external investment pools. The County's investment policy does not specifically address credit risk except that portfolio diversification is employed as a way to control risk.

The composition of the County's cash, cash equivalents and investments, including restricted cash and investments, on November 30, 2011, was as follows:

	Primary Government	Component Units	
		708 Board	ETSB
Cash on hand	\$ 8,125		
Deposits in banks	42,417,163	1,898,409	3,156,429
Certificates of deposit	600,000		
Illinois Funds Money Market Fund	121,868		
Corporate stock		20,686	447
Total	\$ 43,147,156	1,919,095	3,156,876

The County's cash, cash equivalents and investments for the primary government at November 30, 2011, are reported as:

	Governmental Activities	Business-type Activities	Fiduciary Funds	Total
Cash and cash equivalents	\$ 29,845,092	1,896,475	9,183,155	40,924,722
Investments	38,179		683,689	721,868
Restricted cash	209,664	1,290,902		1,500,566
Total	\$ 30,092,935	3,187,377	9,866,844	43,147,156

Restricted Cash and Investments: Cash and investments of \$ 1,500,566 are restricted by state statute or for specific purposes as follows:

Major governmental - General Fund:	
Circuit Clerk Separate Maintenance	\$ 160,740
Jail Commissary	35,766
Judiciary expenditures	1,090
Child Support Held in Trust	12,068
	<u>209,664</u>
Major proprietary - DPBC:	
General and surplus revenue	<u>1,290,902</u>
	<u>\$ 1,500,566</u>

MACON COUNTY, ILLINOIS

NOTES TO FINANCIAL STATEMENTS (Continued)

November 30, 2011

Note 3 - Property Taxes

The County's property tax is levied on January 1 of each year on all taxable real property located in the County. Real property tax revenue received in 2011 represents collection of the 2010 taxes. Real property taxes for the 2011 levy will be collected in and are intended to finance 2012 operations.

Macon 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. The Macon County Clerk computes the annual tax rate by dividing the requested levy into the equalized value of each taxing unit. The Clerk then computes the tax for each parcel by multiplying the aggregate rates of all the taxing units having jurisdiction over the parcel by the equalized value. The tax amounts by parcel are forwarded to the Macon County Collector and used as a basis for issuing tax bills to all taxpayers in the County.

Property taxes are collected by the Macon County Collector 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 the 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 real property is effective thirty (30) days after the second installment due date.

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

	Maximum Rate	2010 Levy
General Corporate	.2500	.25000
County Highway	.1000	.09234
Bridge Fund	.0500	.03171
Illinois Municipal Retirement		.15094
Federal Aid Matching	.0500	.02709
Historical Museum	.0020	.00200
County Health Department	.1070	.10225
Insurance Liability		.00924
Veterans' Assistance Commission	.0300	.00924
Mental Health (708 Board)	.1500	.14224
DPBC Lease Fund		.31977
Social Security		.06725
Macon County Cooperative Extension	.0500	.02382
		<u>1.22789</u>

MACON COUNTY, ILLINOIS

NOTES TO FINANCIAL STATEMENTS (Continued)
November 30, 2011

Note 4 - Permissive Sales and Use Tax

In 2003, the County Board, by resolution approved by the electors, imposed a one quarter of one percent (.25%) tax on all retail sales made in the County. Revenue from this tax is to be used exclusively for public safety purposes. The County Board established how the sales tax proceeds would be allocated to the various public safety-related departments and activities. In 2011, this tax supported the sheriff and emergency management activities.

Vendor collections of the tax are paid to the State Treasurer by the twentieth day of the month following collection. The State Comptroller then determines the amount of the taxes to be returned to the County. A receivable is recognized at year end for amounts that will be received from sales which occurred prior to December 1, 2011.

Note 5 - Receivables

Receivables at November 30, 2011 consisted of accounts (billings for user charged services), sales taxes, accrued interest, grants, entitlements, shared revenues, interfunds, and property taxes. All amounts due from other governments are considered collectible in full.

Receivables are recognized to the extent the amounts are determined material and substantiated, not only by supporting documentation but also by a reasonably systematic method of determining their existence, completeness, valuation, and collectibility.

A summary of the principal amounts due is as follows:

<u>Fund Type/Fund</u>	<u>Description</u>	<u>Amount</u>
General Fund	Taxes	\$ 1,211,922
	Grants	433,534
	State salary subsidies	547,706
	Municipal contract	133,355
	Other receivables	<u>146,134</u>
Total General Fund		<u>2,472,651</u>
Special Revenue Funds	Taxes	932,751
	Grants	1,592,461
	Local governments	1,328,192
	Other receivables	<u>67,247</u>
Total Special Revenue Funds		<u>3,920,651</u>
Total		<u>\$ 6,393,302</u>

MACON COUNTY, ILLINOIS

NOTES TO FINANCIAL STATEMENTS (Continued)

November 30, 2011

Note 6 - Inventories

Physical inventories of goods on hand were taken as of November 30, 2011. Inventories on hand, stated at cost or average cost at November 30, 2011, are as follows:

General Fund:	
Consumable supplies	<u>\$ 5,834</u>
Health Fund:	
Dental supplies	54,612
Vaccines - purchased	20,972
Vaccines - donated through state grant program	<u>99,156</u>
Total Health Fund	<u>174,740</u>
Highway Fund:	
Consumable supplies	394,566
Fuel	<u>41,772</u>
Total Highway Fund	<u>436,338</u>
Total all governmental funds	<u>616,912</u>
Proprietary Fund:	
Consumable supplies	<u>65,413</u>
Total government-wide	<u><u>\$ 682,325</u></u>

Note 7 - Interfund Receivables and Payables and Transfers

Interfund receivables and payables at November 30, 2011, resulted from transactions between funds.

These transactions result from the time lag between the dates that (1) interfund goods and services are provided, (2) transactions are recorded in the accounting system, and (3) payments between funds are made, as follows:

MACON COUNTY, ILLINOIS

NOTES TO FINANCIAL STATEMENTS (Continued)
November 30, 2011

Note 7 - Interfund Receivables and Payables and Transfers, continued

	Interfund Receivable	Interfund Payable
General Corporate Fund:		
Law Enforcement Safety Tax	794	109,687
Retirement		50,437
County Health	125,343	126,754
Highway	69,247	33,542
Matching	179	
Motor Fuel Tax		58,695
Multi-facility Lease		167,533
State's Attorney Grant	5,352	52,584
Probation	12,643	
Internal Service Fund	59,326	
Nonmajor governmental funds	776,676	143,054
Law Enforcement Safety Fund:		
General	108,893	
Illinois Municipal Retirement Fund:		
General	50,437	
Health	33,349	
State's Attorney Grant		1,417
Nonmajor governmental funds	76,603	
County Health:		
General	126,754	125,343
Retirement		33,349
Internal Service Fund	210	
Nonmajor governmental funds	11,960	40,295
Highway:		
General	33,542	69,247
Internal Service Fund	1,048	
Matching:		
General		179
Motor Fuel Tax:		
General	58,695	
Multi-facility Lease Fund:		
General	167,533	
State's Attorney Grant:		
General	52,584	5,352
Retirement	1,417	
Nonmajor governmental funds	25,004	76,167
Probation:		
General		12,643
Nonmajor Governmental Funds	271,715	854,861

MACON COUNTY, ILLINOIS

NOTES TO FINANCIAL STATEMENTS (Continued)
November 30, 2011

Note 7 - Interfund Receivables and Payables and Transfers, continued

	<u>Interfund Receivable</u>	<u>Interfund Payable</u>
Internal Service Funds:		
General		59,326
Health		210
Highway		1,048
Nonmajor governmental funds		47,581
	<u>\$ 2,069,304</u>	<u>2,069,304</u>
	<u>Transfers Out</u>	<u>Transfers In</u>
General Corporate Fund:		
County Health	\$	89,658
Highway		61,250
Internal Service Fund		7,300
Nonmajor governmental funds		444,050
Health Department:		
General	89,658	
Highway:		
General	61,250	
Internal Service Fund:		
General	7,300	
Nonmajor governmental funds		200,000
Nonmajor Governmental Funds	<u>705,250</u>	<u>61,200</u>
	<u>\$ 863,458</u>	<u>863,458</u>

Transfers were made to the General Fund from other funds to offset administrative costs expenditures in the amount of \$ 178,608. An additional \$ 375,650 was transferred from the Probation and Court Services Fund to the General Fund in order to support the operations of the Probation Department.

The Liability Insurance Fund transferred \$ 200,000 to the Self Insurance Fund to provide resources for the payment of workmen's compensation insurance and other insurance claims under the County's self-insurance program.

The internal balances presented on the Statement of Net Assets of \$ 1,290,902 represent an amount due to the Governmental Activities from the Business-type Activities. Additionally, the internal transfers presented on the Statement of Activities of \$ 2,895,557 represent net transfers made by the Governmental Activities to the Business-type Activities of \$ 3,526,112 and capital assets purchased by the Business-type Activities of \$ 630,555 used in Governmental Activities.

MACON COUNTY, ILLINOIS

NOTES TO FINANCIAL STATEMENTS (Continued)

November 30, 2011

Note 8 - Capital Assets

Capital asset activity for the year ended November 30, 2011, was as follows:

	Balance December 1, 2010	Additions	Deletions	Balance November 30, 2011
Governmental activities:				
Nondepreciable capital assets:				
Land and improvements	\$ 1,141,256			1,141,256
Construction progress	140,125	588,538	141,397	587,266
Total nondepreciable capital assets	1,281,381	588,538	141,397	1,728,522
Depreciable capital assets:				
Buildings and building improvements	48,716,090	171,863		48,887,953
Vehicles	3,632,240	244,869	218,819	3,658,290
Furniture and fixtures	799,459			799,459
Technology and equipment	4,905,116	125,216		5,030,332
Infrastructure	37,565,262			37,565,262
Total depreciable capital assets	95,618,167	541,948	218,819	95,941,296
Less accumulated depreciation for:				
Buildings and building improvements	24,495,085	1,172,831		25,667,916
Vehicles	2,622,267	372,670	93,115	2,901,822
Furniture and fixtures	770,889	9,802		780,691
Technology and equipment	4,119,664	254,967		4,374,631
Infrastructure	17,112,774	1,447,363		18,560,137
Total accumulated depreciation	49,120,679	3,257,633	93,115	52,285,197
Total depreciable assets, net	46,497,488	(2,715,685)	125,704	43,656,099
Governmental activities capital assets, net	\$ 47,778,869	(2,127,147)	267,101	45,384,621

MACON COUNTY, ILLINOIS

NOTES TO FINANCIAL STATEMENTS (Continued)

November 30, 2011

Note 8 - Capital Assets, continued

Depreciation expense for the year ended November 30, 2011 was charged to governmental functions as follows:

Governmental activities:

General government	\$ 235,234
Judiciary and court-related	256,640
Public safety	889,960
Transportation	1,774,050
Public health and welfare	101,749

Total depreciation expense - governmental activities	\$ 3,257,633
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	Balance December 1, 2010	Additions	Disposals	Balance November 30, 2011
Business-type activities:				
Capital assets, not being depreciated	\$	214,863		214,863
Depreciable capital assets:				
Parking lot	256,366			256,366
Buildings and improvements	8,854			8,854
Equipment and furnishings	206,764			206,764
Total depreciable capital assets	471,984	-	-	471,984
Less accumulated depreciation for:				
Parking lot	256,366			256,366
Buildings and improvements	2,644	266		2,910
Equipment and furnishings	138,618	14,860		153,478
Total accumulated depreciation	397,628	15,126	-	412,754
Total depreciable assets, net	74,356	(15,126)	-	59,230
Business-type activities capital assets	\$ 74,356	199,737	-	274,093

MACON COUNTY, ILLINOIS

NOTES TO FINANCIAL STATEMENTS (Continued)

November 30, 2011

Note 8 - Capital Assets, continued

Macon County Emergency Telephone System Board: Capital assets activity for the year ended November 30, 2011 was:

	Balance November 30, 2010	Additions	Deletions	Balance November 30, 2011
Depreciable capital assets:				
E-911 equipment	\$ 1,576,454	354,440		1,930,894
Maintenance agreements	357,536	31,249		388,785
Office furniture and equipment	94,587	6,245		100,832
Vehicles	25,478			25,478
Total depreciable capital assets	2,054,055	391,934	-	2,445,989
Less accumulated depreciation:				
E-911 equipment	1,109,099	228,227		1,337,326
Maintenance agreements	357,536	26,042		383,578
Office furniture and equipment	84,563	3,613		88,176
Vehicles	21,232	4,246		25,478
Total accumulated depreciation	1,572,430	262,128	-	1,834,558
Total capital assets, net	\$ 481,625	129,806	-	611,431

Total depreciation for all governmental activities assets amounted to \$ 262,128 for the current year, all of which was charged to the General Government function.

MACON COUNTY, ILLINOIS

NOTES TO FINANCIAL STATEMENTS (Continued)

November 30, 2011

Note 9 - Long-Term Debt

The following is a summary of changes in the County's long-term obligations for the year ended November 30, 2011:

	Balance November 30, 2010	Additions	Reductions	Balance November 30, 2011	Amount Due in One Year
Governmental activities:					
General obligation debt	\$ 846,815		59,825	786,990	61,215
Compensated absences	1,031,722	1,606,687	1,598,168	1,040,241	104,024
Termination benefits	784,336		610,301	174,035	174,035
Estimated claims payable	528,744	695,767	370,631	853,880	237,724
Net OPEB liability	548,851	341,760	86,661	803,950	
1997 Public Building Revenue Bonds	1,985,000		240,000	1,745,000	255,000
2005 General Obligation Lease Revenue Bonds	3,107,425		1,155,000	1,952,425	940,000
Total governmental activities	\$ 8,832,893	2,644,214	4,120,586	7,356,521	

The general obligation debt at November 30, 2011, is comprised of the following:

\$ 1,260,875 note payable due November 1, 2014. Monthly payments of \$ 7,632 are due beginning May 1, 2009, including interest at 4%. Principal and interest to be serviced by the general revenue of the County. The note is secured by a mortgage on the Health Department Building.

\$ 786,990

MACON COUNTY, ILLINOIS

NOTES TO FINANCIAL STATEMENTS (Continued)

November 30, 2011

Note 9 - Long-Term Debt, continued

Annual debt service requirements to maturity for the general obligation note are as follows:

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2012	\$ 61,215	30,371	91,586
2013	63,709	27,877	91,586
2014	662,066	24,814	686,880
	<u>\$ 786,990</u>	<u>83,062</u>	<u>870,052</u>

Compensated Absences: Compensated absences represent the estimated liability for employee's accrued vacation for which employees are entitled to be paid upon termination. These benefits are not expected to be paid from current available resources. The liability will be liquidated from the general and special revenue funds of the County, based on the assignment of an employee at termination.

Termination Benefits: On September 13, 2007, Macon County authorized an early retirement incentive (ERI) program for employees who are members of the Illinois Municipal Retirement Fund (IMRF). The County's ERI program was open to eligible employees from October 1, 2007 through October 1, 2008 and 19 employees opted for early retirement during this period. The IMRF calculated an ERI liability for the County as of December 31, 2008 of \$ 2,018,078. At that time, IMRF accrued interest on the ERI liability at a rate of 7.5%, its assumed rate of return for investments and for discounting future annuity payments. During 2011, the County paid \$ 610,301 from the IMRF fund on the liability, leaving a remaining balance of \$ 174,035 accrued in the governmental activities. The liability will be liquidated from the IMRF special revenue fund.

Estimated Claims Payable: Internal service funds primarily serve the government funds, and thus, the related long-term liabilities are included with the governmental activities above. Estimated claims payable are recognized when the loss is probable and reasonably estimable, as required by accounting standards. Any changes in estimates from one year to the next are recognized in the year of the change. Long-term liabilities for estimated claims payable are liquidated by the Self Insurance (Internal Service) Fund.

Legal Debt Margin: The Illinois Compiled Statutes provide that the net general obligation debt of the County, exclusive of certain exempt debt, should not exceed 2.875 percent of the total assessed valuation of the County. The effect of the debt limitations described above is an overall debt margin of \$ 46,706,860 at November 30, 2011.

MACON COUNTY, ILLINOIS

NOTES TO FINANCIAL STATEMENTS (Continued)
November 30, 2011

Note 9 - Long-Term Debt, continued

The Illinois General Assembly enacted an amendment in 1978 to the Public Building Commission Act which limits the amount of debt a commission may issue to 5% of the chartering organization's property tax assessed valuation. The City of Decatur enacted the Commission's charter on July 21, 1980. The following is a computation of the Commission's legal debt margin at November 30, 2011:

Total assessed value of taxable property in the City of Decatur, Illinois	\$ 922,154,799
Debt limit percentage	<u>5%</u>
Statutory debt limitation	46,107,740
Amount of debt outstanding	<u>3,697,425</u>
Legal debt margin	<u>\$ 42,410,315</u>

Public Building Revenue Bonds: On July 31, 1997, the DPBC issued \$ 9,705,000 in Public Building Revenue Bonds. The bonds bear interest at varying fixed rates increasing with the length of maturity from 5.15% to 5.40%.

On June 2, 2005, in connection with the issuance of the 2005 General Obligation Lease Revenue Bonds, \$ 3,585,000 of the 1997 bonds were advance refunded. The DPBC used \$ 3,676,650 of the 2005 bond proceeds to purchase U.S. Government securities which were deposited with an escrow agent to provide for all future debt service on the refunded 1997 bonds. As a result, that portion of the 1997 bonds is considered defeased, and the DPBC has removed the liability from its accounts.

The excess of the advance refunding over the book value of the defeased bonds of \$ 127,902 is being amortized over the remaining life of the 2005 bonds.

MACON COUNTY, ILLINOIS

NOTES TO FINANCIAL STATEMENTS (Continued)

November 30, 2011

Note 9 - Long-Term Debt, continued

The annual requirements to amortize the remaining outstanding debt of \$ 1,745,000 as of November 30, 2011, assuming no early retirements, is as follows:

Year ending November 30	Principal	Interest	Total	Balance
2012	\$ 255,000	86,258	341,258	1,490,000
2013	270,000	72,540	342,540	1,220,000
2014	280,000	58,032	338,032	940,000
2015	295,000	42,721	337,721	645,000
2016	315,000	26,325	341,325	330,000
2017	330,000	8,910	338,910	
Total	\$ 1,745,000	294,786	2,039,786	

General Obligation Lease Revenue Bonds, Series 2005: On June 2, 2005, the DPBC approved resolution 2005-3 authorizing the issuance of \$ 9,490,000 General Obligation Lease Revenue Bonds for the purpose of providing for the refunding of certain Public Revenue Bonds, Series 1997 and to provide for certain acquisitions, improvements and equipping of facilities.

Annual debt service requirements are as follows:

Year ending November 30	Principal	Interest	Total	Balance
2012	\$ 940,000	70,180	1,010,180	1,012,425
2013	700,000	40,023	740,023	312,425
2014	312,425	12,532	324,957	
Total	\$ 1,952,425	122,735	2,075,160	

Since the DPBC is a blended component unit, the lease payable/receivable between the DPBC and the County has been eliminated at the government-wide reporting level, and the lease revenue bonds have been reported as a liability of the County, payable 100% from the governmental activities and the Multi-Facility Lease special revenue fund.

MACON COUNTY, ILLINOIS

NOTES TO FINANCIAL STATEMENTS (Continued)

November 30, 2011

Note 9 - Long-Term Debt, continued

Macon County Mental Health Board: Long-term obligations consist of the following at June 30, 2011:

Chase Bank:

Collateralized with vehicle:

Note payable in monthly payments of \$ 485 including interest at 4.99%, due October 2014	\$ 20,859
Less current maturities	<u>(4,926)</u>
	<u>\$ 15,933</u>

Note 10 - Multiple Facilities Lease

The County had entered into a 30-year lease agreement in 1997 with the Decatur Public Building Commission (DPBC) for financing renovations to the Macon County Office Building and Macon County Courts Facility. In addition, the County, along with the City of Decatur (City) had entered into a noncancellable 20-year lease with the DPBC in 1986 in order to lease the Macon County Law Enforcement Facilities from the DPBC. The leases required that the County levy property taxes to make annual rental payments to the DPBC to service the DPBC revenue bonds and to pay maintenance and utility costs of the center.

As noted previously, since the DPBC is a blended component unit, the lease payable/receivable between the DPBC and the County has been eliminated at the government-wide reporting level. At the fund level, transactions relating to the lease have not been eliminated and are therefore discussed in detail.

On June 1, 2005, the County and the DPBC entered into a new Multiple Facilities Lease Agreement, encompassing the Courthouse, Office Building, Law Enforcement Facilities, and adding the Animal Control Facility. The new lease superseded both of the prior leases. Concurrent with the execution of the lease, the DPBC issued the General Obligation Lease Revenue Bonds, Series 2005 for the purposes of paying the costs of the renovation projects and providing for the refunding of the 1997 bond issue.

The initial lease term of the Multiple Facilities Lease Agreement is twelve and one-half (12½) years. Prior to the expiration of the lease, the parties can extend the lease period for an additional thirty (30) years, or such lesser period as they may agree. Lease terms related to the renewal option would need to be negotiated at the time of the renewal.

MACON COUNTY, ILLINOIS

NOTES TO FINANCIAL STATEMENTS (Continued)

November 30, 2011

Note 10 - Multiple Facilities Lease, continued

Lease payments are due each December 1 for the succeeding year and are divisible into a debt service component and a facilities rent portion. The debt service component is payable in order to retire the bonds issued by the DPBC. The facilities rent component reflects the amounts necessary to cover operations and maintenance expenditures of the buildings. The following is a schedule of the future minimum lease payments under the lease and the present value of the net minimum lease payments at November 30, 2011:

November 30,	Facilities Rent	Debt Service Component		
		Principal	Interest	Total
2012	\$ 4,576,925	1,195,000	156,438	1,351,438
2013	4,838,699	970,000	112,563	1,082,563
2014	5,120,189	592,425	70,564	662,989
2015	5,422,599	295,000	42,721	337,721
2016	5,573,850	315,000	26,325	341,325
2017	5,914,384	330,000	8,910	338,910
	<u>\$ 31,446,646</u>	<u>3,697,425</u>	<u>417,521</u>	<u>4,114,946</u>

A further allocation of the rent is set out in the lease agreement to show the rent by facility which allocates the use of the rent receipts by the DPBC. However, the lease agreement states that a reallocation among the facilities is allowed upon written acceptance by both parties.

The initial rent allocation to each facility follows:

Courthouse and Office Building	47.25%
Law Enforcement Facilities	44.87%
Animal Control Facility	7.88%
	<u>100.00%</u>

The cost of land, buildings and equipment under capital leases in capital assets at November 30, 2011 include the following:

Land (nondepreciable)	\$ 1,049,447
Other assets	42,074,124
	<u>43,123,571</u>
Less accumulated depreciation	(19,780,719)
Total	<u>\$ 23,342,852</u>

MACON COUNTY, ILLINOIS

NOTES TO FINANCIAL STATEMENTS (Continued)
November 30, 2011

Note 10 - Multiple Facilities Lease, continued

The DPBC is required to pay all utilities, cleaning and other operation and maintenance costs of the multiple facilities. Operational costs not related to facilities operations are born by the lessee. If operation and maintenance costs exceed rental revenue, the DPBC may use funds from the General and Surplus Account to offset the deficiency. In the event the General and Surplus Account does not meet the deficiency, the DPBC can, by mutual consent with the lessee, reduce services or procure additional rents.

The agreement states that any amounts remaining after payment of debt service and operations and maintenance costs from the rent payments received for the year, are added to a General and Surplus Revenue Account. At the written request of the County, the DPBC shall apply any or all amounts in the General and Surplus Revenue Account as a rent reduction to future rental payments received from the County. Accordingly, any amounts held in this account, including interest earned, are reported as restricted assets and deferred rental income. The Multi-Facility Lease Fund records a receivable for the surplus at year end. The change in the surplus for 2011 is as follows:

Balance at November 30, 2010	\$ 634,369
2011 rents applied	(778,206)
2011 surplus	662,436
Surplus reclassified from prepaid	<u>772,303</u>
Balance at November 30, 2011	<u>\$ 1,290,902</u>

The following is a summary of deferred rental income as of November 30, 2011:

Macon County:	
2011 surplus	\$ 658,595
2010 surplus	620,814
Interest income	<u>11,493</u>
	1,290,902
Prepaid parking rent	<u>3,131</u>
Deferred rent income	<u>\$ 1,294,033</u>

MACON COUNTY, ILLINOIS

NOTES TO FINANCIAL STATEMENTS (Continued)

November 30, 2011

Note 10 - Multiple Facilities Lease, continued

Subsequent to year end, the Commission entered into an operating lease agreement with the City of Decatur, Illinois for the use of the Commission's law enforcement center. The lease begins on December 1, 2011 and expires on November 30, 2014. Rental payments are intended to cover the costs to operate and maintain the law enforcement center, as well as covering the costs for agreed upon facility improvements to be performed by the Commission. Future minimum lease receipts are as follows:

2012	\$ 297,892
2013	306,829
2014	<u>316,034</u>
	<u>\$ 920,755</u>

The DPBC agreed to apply \$ 156,503 of operating surplus towards Macon County's fiscal year 2011 rental obligation, thus reducing rent income by this amount.

Note 11 - Intergovernmental Revenue

A summary of intergovernmental revenue for the year ended November 30, 2011, follows:

	<u>Municipal</u>	<u>Federal and State Grants</u>	<u>Federal Government</u>	<u>State of Illinois</u>	<u>Total</u>
Major Funds:					
General	\$ 559,736	621,636	415,791	1,107,755	2,704,918
County Health		3,391,027			3,391,027
Law Enforcement Safety Tax	27,331	97,847			125,178
Highway		344,119			344,119
Federal Aid Matching		56,755			56,755
County Motor Fuel Tax	109,164			2,006,710	2,115,874
Multi-Facility Lease	662,436				662,436
State's Attorney Grant	14,000	896,796	388,269		1,299,065
Probation Grant		319,271			319,271
Nonmajor Funds	433,043	2,442,023	45,903	131,837	3,052,806
Total	<u>\$ 1,805,710</u>	<u>8,169,474</u>	<u>849,963</u>	<u>3,246,302</u>	<u>14,071,449</u>

MACON COUNTY, ILLINOIS

NOTES TO FINANCIAL STATEMENTS (Continued)
November 30, 2011

Note 12 - Fund Equity Balances

The fund equity balances have been classified to reflect the limitations and restrictions placed on the respective funds as follows:

	General Corporate Fund	Law Enforcement Safety Tax Fund	Illinois Municipal Retirement Fund	County Health Fund	County Highway Fund	Major Special Federal Aid Matching Fund
Nonspendable for inventory	\$ 5,834			174,740	436,338	
Nonspendable for prepaid expenditures	41,891	22,969				
Restricted:						
General control and administration	19,808		1,697,869			
Public safety		429,571				
Judiciary and court-related	1,390					
Public health and welfare				2,120,291		
Transportation					900,478	1,334,932
Debt service						
Committed:						
Committed for disaster contingency		500,000				
Committed for future health insurance expenditures	1,057,094					
Committed for economic stabilization	1,643,726					
Unassigned	7,173,566					
	<u>\$ 9,943,309</u>	<u>952,540</u>	<u>1,697,869</u>	<u>2,295,031</u>	<u>1,336,816</u>	<u>1,334,932</u>

Macon County Mental Health Board - Fund Balances - Assigned: The Board has assigned fund balances as of June 30, 2011, for the following items:

Capital improvements	\$ 209,685
Indemnification of Board of Directors	15,000
Tax refund possibilities	20,000
Budget reserve	312,815
Total assigned fund balance	<u>\$ 557,500</u>

Revenue Funds

County	Motor Fuel Tax Fund	Multi-Facility Lease Fund	State's Attorney Grant Fund	Probation Grant Fund	Nonmajor Governmental Funds	Total Governmental Funds
						616,912
		3,778,301			3,993	3,847,154
					4,277,592	5,995,269
					17,189	446,760
					1,782,533	1,783,923
			267,718	84,527	1,003,772	3,476,308
976,330					1,045,535	4,257,275
	3,739,117					3,739,117
						500,000
						1,057,094
					100,000	1,743,726
					(353,736)	6,819,830
976,330	7,517,418	267,718	84,527	7,876,878	34,283,368	

MACON COUNTY, ILLINOIS

NOTES TO FINANCIAL STATEMENTS (Continued)

November 30, 2011

Note 12 - Fund Equity Balances, continued

Fund Equity Deficits: The following funds reported deficit fund balances as of November 30, 2011. The Internal Service Fund deficit is created in part by recognizing claims and judgment liabilities when the loss is probable and reasonably estimable, as required by standards. These potential claims are financed with a combination of commercial insurance and self-insurance with resources transferred from the Liability Insurance Fund. As cases mature and are closed, actual claims paid tend to be less than the original estimated liability as estimated costs and final settlements are negotiated. Changes in estimates from one year to the next are recognized in the year of the change. The Workforce Investment Solutions Fund deficit results from grant recognition timing differences and are expected to be eliminated with future grant revenues. The Animal Control Fund deficit results from lower fees generated than planned and will be eliminated with future cost reduction methods and revenue improvements.

Internal Service - Self Insurance Fund	\$ 910,009
Special Revenue Funds:	
Workforce Investment Solutions Fund	121,736
Animal Control Fund	232,000

Note 13 - Pension Plan

Employees of the County, the Macon County Mental Health Board and the Macon County Emergency Telephone System Board participate in the Illinois Municipal Retirement Fund. The employees of the discretely presented component units - Macon County Mental Health Board and Macon County ETSB - are included within the plan for Macon County, Illinois. The County uses general and special revenue funds to liquidate net pension obligations.

Plan Description: The County's defined benefit pension plan for Regular, Elected County Official (ECO), and Sheriff's Law Enforcement Personnel (SLEP) employees provides 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 County's Regular, ECO and SLEP plan members are required to contribute 4.50%, 7.50% and 7.50%, respectively, of their annual covered salary. The statutes require 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 2011 used by the County for Regular, ECO and SLEP was 11.65%, 39.75% and 25.32%, respectively, of annual covered payroll. The employer annual required contribution rate for calendar year 2011 for Regular, ECO and SLEP was 12.10%, 39.75% and 25.32%, respectively. 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 benefits rate is set by statute.

MACON COUNTY, ILLINOIS

NOTES TO FINANCIAL STATEMENTS (Continued)
November 30, 2011

Note 13 - Pension Plan, continued

Annual Pension Cost: For calendar year ending December 31, 2011, the County's actual contributions for pension cost for the Regular plan were \$ 1,990,505. For 2011, the County's required contribution was \$ 2,016,539 for the Regular plan, \$ 292,433 for the Elected County Official plan, and \$ 802,967 for the Sheriff's Law Enforcement Personnel plan.

Three-Year Trend Information for the Regular Plan:

Fiscal Year Ending	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
12/31/11	\$ 2,016,539	99%	\$ -0-
12/31/10	1,909,794	105%	-0-
12/31/09	1,379,120	100%	-0-

Three-Year Trend Information for the Elected County Official Plan:

Fiscal Year Ending	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
12/31/11	\$ 292,433	100%	\$ -0-
12/31/10	243,967	100%	-0-
12/31/09	275,181	100%	-0-

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

Fiscal Year Ending	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
12/31/11	\$ 802,967	100%	\$ -0-
12/31/10	807,939	94%	-0-
12/31/09	648,316	100%	-0-

MACON COUNTY, ILLINOIS

NOTES TO FINANCIAL STATEMENTS (Continued)
November 30, 2011

Note 13 - Pension Plan, continued

Annual Pension Cost, continued: The required contribution for 2011 was determined as part of the December 31, 2009, actuarial valuation using the entry age normal actuarial cost method. The actuarial assumptions at December 31, 2009, included (a) 7.5 percent investment rate of return (net of administrative and direct investment expenses), (b) projected salary increases of 4.00% a year, attributable to inflation, (c) additional projected salary increases ranging from 0.4% to 10% per year depending on age and service, attributable to seniority/merit, and (d) post-retirement benefit increases 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, 2009 is being amortized as a level percentage of projected payroll on an open 30 years basis.

Funded Status and Funding Progress: As of December 31, 2011, the most recent actuarial valuation date, the *Regular plan* was 77.38 percent funded. The actuarial accrued liability for benefits was \$ 50,842,366, and the actuarial value of assets was \$ 39,344,186, resulting in an underfunded actuarial accrued liability (UAAL) of \$ 11,498,180. The covered payroll for calendar year 2011 (annual payroll of active employees covered by the plan) was \$ 16,665,608, and the ratio of the UAAL to the covered payroll was 69 percent.

As of December 31, 2011, the most recent actuarial valuation date, the *Elected County Official plan* was 39.24 percent funded. The actuarial accrued liability for benefits was \$ 4,649,287, and the actuarial value of assets was \$ 1,824,447, resulting in an underfunded actuarial accrued liability (UAAL) of \$ 2,824,840. The covered payroll for calendar year 2011 (annual payroll of active employees covered by the plan) was \$ 735,682, and the ratio of the UAAL to the covered payroll was 384 percent.

As of December 31, 2011, the most recent actuarial valuation date, the *Sheriff's Law Enforcement Personnel plan* was 44.57 percent funded. The actuarial accrued liability for benefits was \$ 13,405,327, and the actuarial value of assets was \$ 5,975,218, resulting in an underfunded actuarial accrued liability (UAAL) of \$ 7,430,109. The covered payroll for calendar year 2011 (annual payroll of active employees covered by the plan) was \$ 3,171,276, and the ratio of the UAAL to the covered payroll was 234 percent.

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.

MACON COUNTY, ILLINOIS

NOTES TO FINANCIAL STATEMENTS (Continued)

November 30, 2011

Note 14 - Decatur Public Building Commission Retirement Plan

In 1998, the DPBC adopted a Savings Incentive Match Plan for Employees (SIMPLE) Individual Retirement Account (IRA) Plan under Section 408(p) of the Internal Revenue Code. The DPBC administers the SIMPLE IRA Plan as a single-employer defined contribution plan, which has been established through a trust agreement with a financial institution. Plan provisions are established and may be amended by the Board. Eligible employees are those who received at least \$ 5,000 in compensation from the DPBC during the current year. Participants may elect to make salary reduction contributions to the plan for amounts expressed either as a specific dollar amount or as a percentage of compensation. Salary reduction contributions cannot exceed \$ 11,500 (\$ 14,000 if over 50 years of age) per plan year. In addition, the DPBC is generally required to make a matching contribution on behalf of each eligible employee in an amount equal to the employee's salary reduction contributions, up to 3% of the employee's compensation for the applicable calendar year. A participant's interest in the plan, including that attributable to the DPBC's matching contribution, is nonforfeitable. For the year ended November 30, 2011, the DPBC's total matching contributions to the plan were \$ 21,489.

Note 15 - Deferred Compensation Plan

The County offers all full-time employees a deferred compensation plan established in accordance with the requirements of the Internal Revenue Code Section 457. Participants authorize the County to withhold funds from their salaries which are invested, within a range of options, in individual accounts as directed by the individual. The assets are administered by ICMA-RC. The assets and income of the plan are held in trust for the exclusive benefit of participants and their beneficiaries. The deferred compensation is not available to the participants until termination, retirement, death or unforeseeable emergency. The County made no contributions to the plan.

Macon County Mental Health Board: The Board offers various employees a deferred compensation plan established in accordance with the requirements of Internal Revenue Code Section 457. The assets of the plan are held in trust for the exclusive benefit of the participants (employees) and their beneficiaries.

MACON COUNTY, ILLINOIS

NOTES TO FINANCIAL STATEMENTS (Continued)

November 30, 2011

Note 16 - Other Leases

The County has a month-to-month lease agreement with the Decatur Public Building Commission for 9,000 square feet of space located on the sixth and seventh floors of the Macon County Office Building. This space is for use by the Probation Department of Macon County. The lease calls for monthly rental payments of \$ 3,750. In addition, the Commission provides utilities and upkeep of the space for the County.

Rental expenditures under this lease totaled \$ 45,000 for the fiscal year ended November 30, 2011.

The County has a lease agreement for a portion of the space located at 757 West Pershing Road for use by the Workforce Investment Solutions One Stop Center. The lease is renegotiated annually based on a cost allocation process.

Rental expenditures under this lease for the fiscal year ended November 30, 2011 totaled \$ 18,656.

During 2008, the County entered into a two year lease agreement for office space at 369 West Prairie for use by the State's Attorney for a Child Advocacy Center. The lease calls for monthly rental payments of \$ 1,400 and has an option to renew for an additional three years at the same rate.

Rental expenditures under this lease for the fiscal year ended November 30, 2011 totaled \$ 13,082.

Macon County Emergency Telephone System Board: The Board leases office space located on the eighth floor of the Macon County Office Building from the DPBC under an operating lease that expires May 31, 2013. Total rent expense was \$ 15,580 for the year ended November 30, 2011. Future minimum lease payments are as follows:

2012	\$ 16,212
2013	<u>8,232</u>
	<u>\$ 24,444</u>

Macon County Mental Health Board: The Board is committed under various leases for office space and other equipment expiring through 2014. These leases are considered for accounting purposes to be operating leases. Rent expense for the year ended June 30, 2011, amounted to \$ 55,518. Future minimum lease payments for these leases are as follows:

2012	\$ 58,318
2013	55,343
2014	<u>58,128</u>
	<u>\$ 171,789</u>

MACON COUNTY, ILLINOIS

NOTES TO FINANCIAL STATEMENTS (Continued)

November 30, 2011

Note 17 - Risk Management

Property and Liability: The County is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The County carries commercial insurance coverage for liability, property, and crime insurance. The program has a \$ 25,000 deductible per occurrence. The list below is a general description of insurance coverage; not all policy terms, conditions, restrictions, exclusions, etc. are included.

Liability:

General (per occurrence/aggregate)	\$ 1,000,000/\$ 3,000,000
Law Enforcement (each wrongful act limit/aggregate)	\$ 3,000,000/\$ 1,000,000
Auto	\$ 1,000,000
Public Entity Employment Related Practices	\$ 1,000,000
Public Entity Management Liability (aggregate/each wrongful act)	\$ 1,000,000/\$ 3,000,000
Crime	\$ 500,000
Umbrella Excess Liability aggregate	\$ 8,000,000
Employee Benefit Plans Liability aggregate/each employee	\$ 3,000,000/\$ 1,000,000

Aggregate:

Property	\$ 9,487,500
Inland Marine (scheduled equipment)	\$ 1,599,616
Unscheduled equipment	\$ 10,000
Contractor's equipment (leased)	\$ 100,000
Voting machines	\$ 464,015

The County pays all elected officials' bonds by statute.

The other County building and contents are insured under the Decatur Public Building Commission's policy. The boiler/machine are covered by the Decatur Public Building Commission. Settled claims have not exceeded this commercial coverage in any of the past three years.

Unemployment Insurance: Under provisions of the Illinois Unemployment Insurance Act, the County has elected to self-insure for unemployment compensation benefits. Rather than contribute to the Illinois Unemployment Insurance Fund, the County has agreed to reimburse the State of Illinois for any unemployment benefits paid by the State on behalf of the County. The unemployment compensation program is funded totally by the County.

MACON COUNTY, ILLINOIS

NOTES TO FINANCIAL STATEMENTS (Continued)

November 30, 2011

Note 17 - Risk Management, continued

Workers' Compensation: The County has elected to self-insure for workers' compensation. The worker's compensation program is funded 90 percent by the County, with the remaining 10 percent being covered by an insurance carrier. The program is insured for amounts above the self-insured retention limits of \$ 400,000 (\$ 500,000 for police) with a statutory maximum limit of indemnity per occurrence. After these limits, the County is insured for amounts up to \$ 1,000,000.

The County's self-insurance program is funded by property tax receipts. Proceeds from property taxes are initially recorded in the Insurance Liability Fund and subsequently transferred to the Internal Service Fund (Self Insurance Fund) as the need arises. At November 30, 2011, the Internal Service Fund had a deficit fund balance of \$ 910,009 due to the year end financial statement recording of pending claims and potential claims (insurance reserves). Assets to cover these potential liabilities are held in the Insurance Fund until claims have matured to actual, at which point assets are transferred to the Internal Service Fund for payment of the claims.

Claims and Judgments: When a probable claim liability has been incurred at year end and the amount of the loss can be reasonably estimated, the County records the estimated loss under its self-insurance program. The claim liability includes claims incurred and an estimation for claims incurred but not reported (IBNR), based on historical data pursuant to the self-funded workmen's compensation and unemployment compensation programs. This estimated liability for claims reported to date has been recorded in the Self-Insurance Internal Service Fund.

Changes in the balances of the claims liabilities amount for the two most recent fiscal years are as follows:

	Workers' Compensation		Liability	
	2011	2010	2011	2010
Claims liability, beginning of year	\$ 330,342	154,796	198,402	93,009
Claims incurred and changes in estimates	85,182	467,796	610,585	177,501
Claim payments	(232,787)	(292,250)	(137,844)	(72,108)
Claims liability, end of year	<u>\$ 182,737</u>	<u>330,342</u>	<u>671,143</u>	<u>198,402</u>

Liabilities for unpaid claims are based on recommendations by third party administrators. There have been no significant reductions in insurance coverage from coverage in prior years. The amount of settlements have not exceeded insurance coverage in any of the past three fiscal years.

There was no liability reported for claims incurred but not reported (IBNR) as of November 30, 2011.

MACON COUNTY, ILLINOIS

NOTES TO FINANCIAL STATEMENTS (Continued)

November 30, 2011

Note 18 - Commitments and Contingencies

Federally Assisted Grant Programs: The County participated in a number of federally assisted grant programs, principal of which is the Workforce Investment Act programs. These programs are subject to program compliance audits by the grantors or their representative. These audits could lead to a request for reimbursement to the grantor agency for expenditures disallowed under the terms of the grant. The amount, if any, of expenditures which may be disallowed by the granting agencies cannot be determined at this time although the County expects such amounts, if any, to be insignificant.

Litigation: There are several lawsuits pending against the County for various reasons. The outcome and eventual liability of the County, if any, in these cases are not known at this time and, accordingly, no specific provisions for these lawsuits are included in the financial statements except as accrued in the Internal Service - Self Insurance Fund. However, based upon past experience, management believes that the insurance coverage maintained by the County is sufficient to cover any potential claims.

As a result of a lawsuit brought against the County in a prior year, approximately \$ 304,137 was paid from the Judgment Fund to rehabilitate roads in a subdivision. Reimbursement for these costs are being sought from the original subdivision developer; however, the likelihood of collecting the total amount of costs is unlikely.

A lawsuit has been brought against the County alleging that the Health Department allowed an unlicensed person to practice dentistry on patients in the dental clinic. Furthermore, the Court found that the case is to be certified as a class action and defined the class. Uncertainty remains as to the exact nature of the class. The case represents definite exposure and liability to the County, but the amount is unknown.

Construction Commitments: The County has active construction projects as of November 30, 2011, consisting mainly of road construction and resurfacing projects. At year end, the County's major project commitments are as follows:

Project	Total Contract	Spent-to-Date	Remaining Construction Commitment	Expected Completion Date
South and East Beltway Engineering Feasibility Study	\$ 2,122,499	1,924,195	198,304	2013
Wyckles Bridge Replacement	392,046	218,062	173,984	2012
Finley Creek Bridge	125,000	12,350	112,650	2013
State of Illinois Illiniwik Road (County share only)	295,445	40,063	255,382	2013
County Highway 30 to Elwin Construction	3,000,000	89,784	2,910,216	2013
Lost Bridge/Baltimore Trail	250,000	66,776	183,224	2013
Newburg Road Bridge	160,000	78,668	81,332	2013

MACON COUNTY, ILLINOIS

NOTES TO FINANCIAL STATEMENTS (Continued)

November 30, 2011

Note 18 - Commitments and Contingencies, continued

Construction Commitments, continued: The Beltway Feasibility Study is funded primarily by motor fuel tax proceeds, and state and federal grant proceeds. The outcome of the study will determine whether additional construction commitments will be accepted.

Contract Commitments: During 2009, the County entered into a twenty-four month contract for computer software service and support in connection with the 2010 election cycle. Monthly payments of \$ 16,650 are due based on a total contract price of \$ 399,600 with the final payment made during November 2011. A new twenty-four month contract was entered into in August 2011 with monthly payments of \$ 15,600 based on a total contract price of \$ 374,400. No payments have been made under this new contract as of November 30, 2011.

The County enters into various contracts to support the Sheriff's Department which includes the jail. During 2011, a one year contract for medical services for inmates of the Macon County Jail was entered into which called for \$ 22,969 payments per month based on a total contract price of \$ 275,625. Subsequent to year end, the contract was automatically renewed for another year. Another contract was entered into for dietary services at a per-meal price also for inmates of the jail.

During 2007, the County entered into an intergovernmental agreement with Sangamon County to provide beds for juvenile inmates, since Macon County currently has no facility of its own to serve this population. The agreement is for five years, at the initial annual fee stated at \$ 185,237 with annual increases based on the Consumer Price Index, or a maximum of 5% per year. The estimated total cost of the contract to be paid over five years is \$ 1,022,923, of which \$ 963,334 has been paid to date leaving a \$ 59,589 remaining commitment.

Beginning December 1, 2008, the County has approved a Host Agreement with Veolia ES Valley View Landfill, Inc. The agreement calls for the company to pay the County a Host Community Fee of \$ 2.25 for each ton of solid waste received at the landfill with annual increases of 3%.

At November 30, 2011, the DPBC has contracted with a vendor for HVAC upgrades and chiller replacement project. The total cost of this contract is \$ 677,969 with \$ 189,869 of the costs remaining to be incurred as of November 30, 2011.

MACON COUNTY, ILLINOIS

NOTES TO FINANCIAL STATEMENTS (Continued)
November 30, 2011

Note 19 - Postemployment Benefits

The County adopted the requirements of GASB Statement No. 45 during the year ended November 30, 2009 and recognizes the cost of postemployment healthcare in the year when the employee services are received, reports the accumulated liability from prior years, and provides information useful in assessing potential demands on the County's future cash flows. Recognition of the liability accumulated from prior years is being phased in over 30 years, commencing with the 2009 liability.

Plan Description: The County provides for the continuance of medical, prescription drug and dental insurance benefits for retired employees and their spouses under 65 years of age through a single employer defined benefit plan by allowing them to remain in the County's healthcare plan after retirement. Once retirees reach 65 years of age, they are eligible for Medicare enrollment and are no longer eligible to participate in the County's health insurance program. Substantially all of the County's employees may become eligible for those benefits if they reach normal retirement age while working for the County. The retirees pay the cost of the entire annual premium, which is equal to the employee and employer costs for each plan year. For deputies and their spouses, the first three months of benefit continuation required no premium payments from the retired deputy. Amounts paid by retirees are recorded as revenue when received, and the premium paid by the County is recorded as expenditures when paid. The benefits, benefit levels, employee contributions, and employer contributions are governed by the County and can be amended by the County through its personnel manual and union contracts.

Plan Membership: At December 1, 2010 (the date of the latest actuarial valuation), membership consisted of:

Actives (fully eligible)	-
Actives (not yet fully eligible)	370
Retirees and dependents	<u>25</u>
Total	<u>395</u>

A bi-annual actuarial valuation is made to determine whether the contributions are sufficient to meet plan obligations. The latest actuarial valuation was made December 1, 2010. The postemployment benefit plan does not issue stand-alone financial reports.

Funding Policy: The required contribution is based on projected pay-as-you-go financing requirements with an additional amount to pre-fund benefits as determined annually. All retirees contribute 100% of the blended premium to the plan to cover the cost of providing the benefits to the retirees via the insured plan (pay as you go). For the fiscal year ended November 30, 2011, retirees contributed \$ 165,499. Active employees do not contribute to the plan until retirement.

MACON COUNTY, ILLINOIS

NOTES TO FINANCIAL STATEMENTS (Continued)
November 30, 2011

Note 19 - Postemployment Benefits, continued

Annual OPEB Cost and Net OPEB Obligation: The County first had an actuarial valuation performed for the plan as of December 1, 2008 to determine the funded status of the plan as of that date as well as the employer's annual required contribution (ARC) for the fiscal year ended November 30, 2009. For the year ended November 30, 2011, the County estimated the cost of providing retiree healthcare benefits through the December 1, 2010 actuarial valuation. The County's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan and the net OPEB obligation for fiscal year 2011 was as follows:

Annual required contribution (OPEB costs)	\$ 341,760
Contributions made	<u>(86,661)</u>
Change in net OPEB obligation (asset)	255,099
Net OPEB obligation (asset), beginning of year	<u>548,851</u>
Net OPEB obligation (asset), end of year	<u><u>\$ 803,950</u></u>

Trend Information:

Fiscal Year Ending	Annual Required Contribution	Actual Contribution	Percentage of ARC Contributed	Net OPEB Obligation
11/30/09	\$ 346,544	58,124	16.8%	288,420
11/30/10	341,402	80,971	23.7%	548,851
11/30/11	341,760	86,661	25.4%	803,950

The funded status of the plan as of December 1, 2010, the date of the latest actuarial valuation, was as follows:

Actuarial accrued liability (AAL)	\$ 2,773,561
Actuarial value of plan assets	-
Unfunded actuarial accrued liability (UAAL)	\$ 2,773,561
Funded ratio (actuarial value of plan assets / AAL)	0.00%
Covered payroll (active plan members)	\$ 20,305,451
UAAL as a percentage of covered payroll	13.66%

Actuarial valuations of an ongoing plan involve estimates of the value of the reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information following the notes to the financial statements, presents multi-year trend information that shows whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

MACON COUNTY, ILLINOIS

NOTES TO FINANCIAL STATEMENTS (Continued)

November 30, 2011

Note 19 - Postemployment Benefits, continued

Actuarial Methods and Assumptions: Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and plan members) and include the types of benefits provided at the time of each valuation and historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

In the December 1, 2010 actuarial valuation, the normal cost method was used. The actuarial assumptions included an investment return for discounted liabilities of 4.0%. Mortality calculations were done using RP-2000 Combined Healthy Mortality Table - Projected with Scale AA fully generational, and a marriage assumption that 50% of males and females be married with husbands three years older than wives. The actuarial value of assets was not determined as the County has not advance funded its obligation. The plan's unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on a closed basis. The remaining amortization period at November 30, 2011, was 30 years.

Note 20 - Non-Commitment Debt

On May 1, 2000, the County issued Series 2000 Adjustable Rate Demand Revenue Bonds in the amount of \$ 8,700,000. Net proceeds of the issuance were deposited by Decatur Family YMCA, Illinois for the construction of a new facility. During 2011, the County issued Economic Development Revenue Refunding Bonds (Decatur Family YMCA School Project) Series 2011 in the amount of \$ 2,400,000. The net proceeds of this issue, along with additional funds from the YMCA, were used to pay all outstanding Series 2000 bonds, accrued interest and closing costs. The Series 2011 bonds were purchased by Hickory Point Bank in exchange for a tax exempt loan to the YMCA. The YMCA has signed a promissory note payable to the bank, securing all principal and interest due under the loan. As the intent of all parties is that the YMCA will provide funds for all debt payments, the liability has not been recorded on the County's balance sheet. The outstanding balance on this obligation was \$ 2,325,571 at December 31, 2011.

During 1998, the County issued Series 1998A and 1998B Revenue Refunding Bonds in the amount of \$ 14,480,000. Net proceeds of the issuance were deposited by Millikin University, Illinois for the defeasance of Series 1995 Revenue Bonds. The University entered into an Irrevocable Escrow Agreement to defease the Series 1995 Revenue Bonds. As the intent of all parties is that the University will provide funds for all debt payments, the liability has not been recorded on the County's balance sheet. The outstanding balance on these obligations was \$ 10,800,000 at June 30, 2011. At June 30, 2011, the principal defeased of \$ 4,913,736 has been paid in full.

During 2010, the County issued Series 2010 Revenue Bonds in the amount of \$ 13,750,000. Net proceeds of the issuance were deposited by Millikin University, Illinois for the repayment of long-term debt. As the intent of all parties is that the University will provide for all debt payments, the liability has not been recorded on the County's balance sheet. The outstanding balance on this obligation was \$ 13,650,000 at June 30, 2011.

MACON COUNTY, ILLINOIS

NOTES TO FINANCIAL STATEMENTS (Continued)
November 30, 2011

Note 21 - Significant Estimates and Concentrations

The current economic environment presents governmental organizations with unprecedented circumstances and challenges, which in some cases have resulted in large declines in the fair value of investments and other assets, declines in grant revenue, tax revenue, etc., constraints on liquidity and difficulty obtaining financing, the financial statements have been prepared using values and information currently available to the County. A significant decline in grant revenue and tax revenue could have an adverse impact on the County's future operating results. In addition, given the volatility of current economic conditions, the values of assets and liabilities recorded in the financial statements could change rapidly, resulting in material future adjustments in investment values, etc. that could negatively impact the County's ability to maintain liquidity.

Note 22 - New Accounting Pronouncements

GASB Statement No. 54 - *Fund Balance Reporting and Governmental Fund Type Definitions* was issued in February 2009. This Statement establishes accounting and financial reporting standards for all governments that report governmental funds. It establishes criteria for classifying fund balances into specifically defined classifications and clarifies definitions for governmental fund types. GASB Statement No. 54 is effective for financial statements for fiscal years beginning after June 15, 2010, or for the County's fiscal year December 1, 2010 - November 30, 2011. The County believes that this Statement will improve financial reporting by providing more complete information on fund balance classifications.

Note 23 - Prior Period Adjustment

Macon County Emergency Telephone System Board: The prior period adjustment is the net effect on beginning fund balance/net assets as a result of the change from the modified cash basis of accounting to the modified accrual basis of accounting required for governmental activities by generally accepted accounting principles. The net effect consists of the following changes to the prior year financial statements which would need to be taken into consideration in order for them to be comparative with the current year financial statements:

	<u>November 30, 2010</u>
Balance sheet changes:	
Accounts receivable	\$ 253,327
Prepaid expenses	41,353
Accounts payable	(83,234)
Accrued payroll	<u>(6,384)</u>
Change in net assets	<u>\$ 205,062</u>

REQUIRED SUPPLEMENTARY INFORMATION

MACON COUNTY, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES, AND
 CHANGES IN FUND BALANCE (NON-GAAP) - BUDGET AND ACTUAL
 GENERAL CORPORATE FUND
 Year ended November 30, 2011

	Budgeted Amounts		Actual
	Original	Final	Amounts Budgetary Basis
Revenues:			
Taxes	\$ 9,090,938	9,090,938	9,416,256
Intergovernmental	2,165,353	2,844,627	2,704,918
Fines, fees, forfeitures	3,696,054	3,883,608	3,982,604
Licenses and permits	85,100	85,100	71,857
Interest on investments	33,600	33,600	40,786
Miscellaneous revenue	1,884,003	1,924,843	2,040,568
Total revenues	16,955,048	17,862,716	18,256,989
Expenditures:			
General Control and Administration:			
County Clerk:			
Personnel	257,546	257,546	257,544
Supplies and materials	50,200	50,200	39,585
County Clerk - Elections:			
Personnel	168,824	168,824	164,631
Supplies and materials	342,000	442,000	341,825
County Recorder:			
Personnel	194,373	194,373	190,715
Supplies and materials	11,595	11,595	11,019
County Treasurer:			
Personnel	225,864	225,864	227,087
Supplies and materials	27,695	27,695	26,357
Auditor:			
Personnel	331,689	331,689	332,068
Supplies and materials	27,700	27,700	23,864
Equipment	500	500	200
County Board:			
Personnel	251,870	251,870	250,433
Supplies and materials	1,927,863	1,926,328	1,286,215
Equipment	18,000	19,035	14,426
Supervisor of Assessments:			
Personnel	207,171	207,171	205,872
Supplies and materials	82,125	82,125	71,945
Equipment	500	500	500

(Continued)

Budget to GAAP Differences Over (Under)	Actual Amounts GAAP Basis	Variance
13,529	9,429,785	325,318
	2,704,918	(139,709)
	3,982,604	98,996
	71,857	(13,243)
	40,786	7,186
	2,040,568	115,725
13,529	18,270,518	394,273

	257,544	2
	39,585	10,615
	164,631	4,193
	341,825	100,175
	190,715	3,658
	11,019	576
	227,087	(1,223)
(16,150)	10,207	1,338
	332,068	(379)
(90)	23,774	3,836
	200	300
	250,433	1,437
	1,286,215	640,113
	14,426	4,609
	205,872	1,299
	71,945	10,180
	500	

MACON COUNTY, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES, AND
 CHANGES IN FUND BALANCE (NON-GAAP) - BUDGET AND ACTUAL
 GENERAL CORPORATE FUND (Continued)
 Year ended November 30, 2011

	Budgeted Amounts		Actual
	Original	Final	Amounts Budgetary Basis
Expenditures, continued:			
General Control and Administration, continued:			
Board of Review:			
Personnel	\$ 71,736	71,736	71,736
Supplies and materials	9,650	9,650	3,065
Equipment	300	300	293
Public Safety:			
County Sheriff:			
Personnel	3,533,415	3,533,415	3,376,722
Supplies and materials	95,700	96,950	65,866
Equipment		73,970	70,440
Coroner:			
Personnel	161,532	161,532	160,505
Supplies and materials	64,817	77,467	79,694
Equipment	1,065	1,065	1,035
Law Facilities Center:			
Personnel	3,388,025	3,387,225	3,286,514
Supplies and materials	94,300	166,300	233,528
Judiciary and Court-Related:			
Circuit Clerk:			
Personnel	1,135,359	1,135,359	1,111,437
Supplies and materials	145,320	147,270	88,958
Equipment	7,500	7,500	4,121
State's Attorney:			
Personnel	1,655,670	1,655,669	1,655,463
Supplies and materials	124,625	135,536	136,203
Equipment	20,927	19,828	15,857
State's Attorney, Title IV-D, Public Aid:			
Personnel	314,973	314,973	310,622
Supplies and materials	13,200	14,400	13,046
Equipment	2,000	1,300	180
Circuit Court:			
Personnel	417,165	417,165	411,525
Supplies and materials	169,500	171,101	152,908
Equipment	2,000	2,000	1,333
Public Defender:			
Personnel	839,310	844,425	843,935
Supplies and materials	109,606	112,007	102,173
Equipment	2,000	885	

(Continued)

Budget to GAAP Differences Over (Under)	Actual Amounts GAAP Basis	Variance
	71,736	
	3,065	6,585
	293	7
	3,376,722	156,693
	65,866	31,084
	70,440	3,530
	160,505	1,027
	79,694	(2,227)
	1,035	30
	3,286,514	100,711
	233,528	(67,228)
	1,111,437	23,922
	88,958	58,312
	4,121	3,379
	1,655,463	206
	136,203	(667)
	15,857	3,971
	310,622	4,351
	13,046	1,354
	180	1,120
	411,525	5,640
	152,908	18,193
	1,333	667
	843,935	490
	102,173	9,834
		885

MACON COUNTY, ILLINOIS

SCHEDULE OF REVENUES, EXPENDITURES, AND
 CHANGES IN FUND BALANCE (NON-GAAP) - BUDGET AND ACTUAL
 GENERAL CORPORATE FUND (Continued)
 Year ended November 30, 2011

	Budgeted Amounts		Actual
	Original	Final	Amounts Budgetary Basis
Expenditures, continued			
Judiciary and Court-Related, continued:			
Probation Officers:			
Personnel	1,708,921	1,708,922	1,701,948
Supplies and materials	366,304	416,792	394,347
Equipment	600	600	
Public Health and Welfare:			
Superintendent, Regional Office of Education:			
Personnel	112,269	112,269	111,001
Supplies and materials	48,603	48,603	46,547
Total expenditures	18,741,907	19,071,229	17,895,288
Excess (deficiency) of revenues over (under) expenditures	(1,786,859)	(1,208,513)	361,701
Other financing sources (uses):			
Transfers in	710,218	710,218	602,258
Total other financing sources (uses)	710,218	710,218	602,258
Net change in fund balance	\$ (1,076,641)	(498,295)	963,959
Budgetary fund balance, beginning of year			8,806,406
Budgetary fund balance, end of year			\$ 9,770,365

Budget to GAAP Differences Over (Under)	Actual Amounts GAAP Basis	Variance
	1,701,948	6,974
(300)	394,047	22,445
		600
	111,001	1,268
	46,547	2,056
(16,540)	17,878,748	1,175,941
30,069	391,770	1,570,214
	602,258	(107,960)
-	602,258	(107,960)
30,069	994,028	1,462,254

MACON COUNTY, ILLINOIS

**SCHEDULE OF REVENUES, EXPENDITURES, AND
 CHANGES IN FUND BALANCE (NON-GAAP) - BUDGET AND ACTUAL
 LAW ENFORCEMENT SAFETY TAX FUND
 Year ended November 30, 2011**

	Budgeted Amounts	
	Original	Final
Revenues:		
Taxes	\$ 2,664,970	2,664,970
Intergovernmental	149,380	149,380
Fines, fees, forfeitures	154,783	154,783
Interest on investments	10,378	10,378
Miscellaneous revenue	31,900	31,900
Total revenues	3,011,411	3,011,411
Expenditures:		
Current:		
Public Safety:		
Personnel	2,154,457	2,154,457
Supplies and materials	1,030,415	1,026,825
Equipment	225,000	228,590
Total expenditures	3,409,872	3,409,872
Net change in fund balance	\$ (398,461)	(398,461)
Budgetary fund balance, beginning of year		
Budgetary fund balance, end of year		

Actual Amounts Budgetary Basis	Budget to GAAP Differences Over (Under)	Actual Amounts GAAP Basis	Variance
2,599,387		2,599,387	(65,583)
125,178		125,178	(24,202)
160,443		160,443	5,660
5,923		5,923	(4,455)
802		802	(31,098)
<u>2,891,733</u>	-	<u>2,891,733</u>	<u>(119,678)</u>
1,997,844		1,997,844	156,613
851,565		851,565	175,260
214,868		214,868	13,722
<u>3,064,277</u>	-	<u>3,064,277</u>	<u>345,595</u>
(172,544)	-	(172,544)	225,917
<u>1,125,084</u>			
<u>\$ 952,540</u>			

MACON COUNTY, ILLINOIS

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE (NON-GAAP) - BUDGET AND ACTUAL
 ILLINOIS MUNICIPAL RETIREMENT FUND
 Year ended November 30, 2011**

	Budgeted Amounts	
	Original	Final
Revenues:		
Property taxes	\$ 2,451,992	2,451,992
Interest on investments	5,100	5,100
Total revenues	2,457,092	2,457,092
Expenditures:		
General Control and Administration:		
Personnel - IMRF Agent Trust Fund	257,028	257,028
Public Safety:		
Personnel - IMRF Agent Trust Fund	1,378,536	1,378,536
Judiciary and Court-Related:		
Personnel - IMRF Agent Trust Fund	917,759	917,759
Public Health and Welfare:		
Personnel - IMRF Agent Trust Fund	129,692	129,692
Transportation:		
Personnel - IMRF Agent Trust Fund	69,133	69,133
Total expenditures	2,752,148	2,752,148
Net change in fund balance	\$ (295,056)	(295,056)
Budgetary fund balance, beginning of year		
Budgetary fund balance, end of year		

Actual Amounts Budgetary Basis	Budget to GAAP Differences Over (Under)	Actual Amounts GAAP Basis	Variance
2,435,263	2,360	2,437,623	(16,729)
1,447		1,447	(3,653)
2,436,710	2,360	2,439,070	(20,382)
254,115		254,115	2,913
1,364,588		1,364,588	13,948
910,263		910,263	7,496
129,692		129,692	
69,133		69,133	
2,727,791	-	2,727,791	24,357
(291,081)	2,360	(288,721)	3,975
1,895,129			
<u>\$ 1,604,048</u>			

MACON COUNTY, ILLINOIS

**SCHEDULE OF REVENUES, EXPENDITURES, AND
 CHANGES IN FUND BALANCE (NON-GAAP) - BUDGET AND ACTUAL
 COUNTY HEALTH FUND
 Year ended November 30, 2011**

	Budgeted Amounts	
	Original	Final
Revenues:		
Taxes	\$ 1,662,185	1,662,185
Intergovernmental	3,850,080	3,645,994
Fines, fees, forfeitures	353,300	336,582
Licenses and permits	187,900	199,560
Interest on investments	2,000	2,000
Miscellaneous revenue	3,000	18,000
	<hr/>	<hr/>
Total revenues	6,058,465	5,864,321
	<hr/>	<hr/>
Expenditures:		
Current:		
Public Health and Welfare:		
Personnel	4,386,208	4,259,604
Supplies and materials	1,124,950	1,083,123
Equipment	40,649	587,804
Debt Service:		
Principal	72,340	72,340
Interest	5,114	34,818
	<hr/>	<hr/>
Total expenditures	5,629,261	6,037,689
	<hr/>	<hr/>
Excess (deficiency) of revenues over (under) expenditures	429,204	(173,368)
	<hr/>	<hr/>
Other financing sources (uses):		
Transfers out	(82,621)	(89,658)
	<hr/>	<hr/>
Total other financing sources (uses)	(82,621)	(89,658)
	<hr/>	<hr/>
Net change in fund balance	\$ 346,583	(263,026)
	<hr/> <hr/>	<hr/> <hr/>
Budgetary fund balance, beginning of year		
Budgetary fund balance, end of year		

Actual Amounts Budgetary Basis	Budget to GAAP Differences Over (Under)	Actual Amounts GAAP Basis	Variance
1,649,149	3,604	1,652,753	(13,036)
3,391,027		3,391,027	(254,967)
279,605		279,605	(56,977)
215,719		215,719	16,159
2,420		2,420	420
21,088		21,088	3,088
<u>5,559,008</u>	<u>3,604</u>	<u>5,562,612</u>	<u>(305,313)</u>
4,169,834		4,169,834	89,770
929,062		929,062	154,061
191,853	15,576	176,277	395,951
59,825		59,825	12,515
31,763		31,763	3,055
<u>5,382,337</u>	<u>15,576</u>	<u>5,366,761</u>	<u>655,352</u>
<u>176,671</u>	<u>(11,972)</u>	<u>195,851</u>	<u>350,039</u>
<u>(89,658)</u>		<u>(89,658)</u>	
<u>(89,658)</u>	-	<u>(89,658)</u>	-
87,013	<u>(11,972)</u>	106,193	350,039
<u>2,128,395</u>			
<u>\$ 2,215,408</u>			

MACON COUNTY, ILLINOIS

**SCHEDULE OF REVENUES, EXPENDITURES, AND
 CHANGES IN FUND BALANCE (NON-GAAP) - BUDGET AND ACTUAL
 COUNTY HIGHWAY FUND
 Year ended November 30, 2011**

	Budgeted Amounts	
	Original	Final
Revenues:		
Taxes	\$ 1,500,000	1,500,000
Intergovernmental	11,200	11,200
Interest on investments	4,100	4,100
Miscellaneous revenue	316,200	316,200
	<hr/>	<hr/>
Total revenues	1,831,500	1,831,500
	<hr/>	<hr/>
Expenditures:		
Current:		
Transportation:		
Personnel	951,449	951,449
Supplies and materials	783,100	783,100
Equipment	861,000	889,574
	<hr/>	<hr/>
Total expenditures	2,595,549	2,624,123
	<hr/>	<hr/>
Excess (deficiency) of revenues over (under) expenditures	(764,049)	(792,623)
	<hr/>	<hr/>
Other financing sources (uses):		
Transfers in	300,000	300,000
Transfers out	(137,566)	(137,566)
	<hr/>	<hr/>
Total other financing sources (uses)	162,434	162,434
	<hr/>	<hr/>
Net change in fund balance	\$ (601,615)	(630,189)
	<hr/>	<hr/>
Budgetary fund balance, beginning of year		
Budgetary fund balance, end of year		

Actual Amounts Budgetary Basis	Budget to GAAP Differences Over (Under)	Actual Amounts GAAP Basis	Variance
1,487,618	3,639	1,491,257	(12,382)
344,119		344,119	332,919
1,351		1,351	(2,749)
50,977		50,977	(265,223)
<u>1,884,065</u>	<u>3,639</u>	<u>1,887,704</u>	<u>52,565</u>
782,802		782,802	168,647
602,081		602,081	181,019
562,155		562,155	327,419
<u>1,947,038</u>	<u>-</u>	<u>1,947,038</u>	<u>677,085</u>
(62,973)	3,639	(59,334)	729,650
(61,250)		(61,250)	(300,000)
			76,316
<u>(61,250)</u>	<u>-</u>	<u>(61,250)</u>	<u>(223,684)</u>
(124,223)	3,639	(120,584)	505,966
<u>1,403,643</u>			
<u>\$ 1,279,420</u>			

MACON COUNTY, ILLINOIS

**SCHEDULE OF REVENUES, EXPENDITURES, AND
 CHANGES IN FUND BALANCE (NON-GAAP) - BUDGET AND ACTUAL
 FEDERAL AID MATCHING FUND
 Year ended November 30, 2011**

	Budgeted Amounts	
	Original	Final
Revenues:		
Taxes	\$ 440,000	440,000
Intergovernmental	22,000	22,000
Interest on investments	500	500
Total revenues	<u>462,500</u>	<u>462,500</u>
Expenditures:		
Current:		
Transportation:		
Supplies and materials	<u>950,000</u>	<u>950,000</u>
Net change in fund balance	<u>\$ (487,500)</u>	<u>(487,500)</u>
Budgetary fund balance, beginning of year		
Budgetary fund balance, end of year		

Actual Amounts Budgetary Basis	Budget to GAAP Differences Over (Under)	Actual Amounts GAAP Basis	Variance
436,422	1,070	437,492	(3,578)
56,755		56,755	34,755
2,808		2,808	2,308
495,985	1,070	497,055	33,485
164,238	235,034	399,272	785,762
331,747	(233,964)	97,783	819,247
986,347			
<u>\$ 1,318,094</u>			

MACON COUNTY, ILLINOIS

**SCHEDULE OF REVENUES, EXPENDITURES, AND
 CHANGES IN FUND BALANCE (NON-GAAP) - BUDGET AND ACTUAL
 COUNTY MOTOR FUEL TAX FUND
 Year ended November 30, 2011**

	Budgeted Amounts	
	Original	Final
Revenues:		
Intergovernmental	\$ 2,020,100	2,020,100
Interest on investments	10,500	10,500
Miscellaneous revenue	5,500	5,500
	<hr/>	<hr/>
Total revenues	2,036,100	2,036,100
	<hr/>	<hr/>
Expenditures:		
Current:		
Transportation:		
Personnel	863,314	863,314
Supplies and materials	1,000,000	1,000,000
Equipment	400,000	400,000
	<hr/>	<hr/>
Total expenditures	2,263,314	2,263,314
	<hr/>	<hr/>
Excess (deficiency) of revenues over (under) expenditures	(227,214)	(227,214)
	<hr/>	<hr/>
Other financing sources (uses):		
Transfers out	(300,000)	(300,000)
	<hr/>	<hr/>
Total other financing sources (uses)	(300,000)	(300,000)
	<hr/>	<hr/>
Net change in fund balance	\$ (527,214)	(527,214)
	<hr/> <hr/>	<hr/> <hr/>
Budgetary fund balance, beginning of year		
Budgetary fund balance, end of year		

Actual Amounts Budgetary Basis	Budget to GAAP Differences Over (Under)	Actual Amounts GAAP Basis	Variance
2,115,874		2,115,874	95,774
4,433		4,433	(6,067)
54,576		54,576	49,076
<u>2,174,883</u>	-	<u>2,174,883</u>	<u>138,783</u>
1,466,391		1,466,391	(603,077)
302,419		302,419	1,000,000
<u>1,768,810</u>	-	<u>1,768,810</u>	<u>494,504</u>
<u>406,073</u>	-	<u>406,073</u>	<u>633,287</u>
			<u>300,000</u>
-	-	-	<u>300,000</u>
<u>406,073</u>	-	<u>406,073</u>	<u>933,287</u>
<u>570,257</u>			
<u>\$ 976,330</u>			

MACON COUNTY, ILLINOIS

**SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE (NON-GAAP) - BUDGET AND ACTUAL
MULTI-FACILITY LEASE FUND
Year ended November 30, 2011**

	Budgeted Amounts	
	Original	Final
Revenues:		
Taxes	\$ 5,924,892	5,924,892
Intergovernmental		
Interest on investments	5,000	5,000
Miscellaneous	6,000	6,000
	<hr/>	<hr/>
Total revenues	5,935,892	5,935,892
	<hr/>	<hr/>
Expenditures:		
Current:		
General Control and Administration:		
Public Building Commission lease payments	828,836	828,836
Public Safety:		
Public Building Commission lease payments	2,460,189	2,460,189
Judiciary and Court-Related:		
Public Building Commission lease payments	1,034,220	1,034,220
Debt Service:		
Principal	1,485,000	1,405,466
Interest	116,648	196,181
	<hr/>	<hr/>
Total expenditures	5,924,893	5,924,892
	<hr/>	<hr/>
Net change in fund balance	\$ 10,999	11,000

Budgetary fund balance, beginning of year

Budgetary fund balance, end of year

Actual Amounts Budgetary Basis	Budget to GAAP Differences Over (Under)	Actual Amounts GAAP Basis	Variance
5,151,638	12,528	5,164,166	(773,254)
662,436		662,436	662,436
6,585		6,585	1,585
284		284	(5,716)
<u>5,820,943</u>	<u>12,528</u>	<u>5,833,471</u>	<u>(114,949)</u>
801,931		801,931	26,905
2,380,327		2,380,327	79,862
1,000,647		1,000,647	33,573
1,395,000		1,395,000	10,466
196,181		196,181	
<u>5,774,086</u>	<u>-</u>	<u>5,774,086</u>	<u>150,806</u>
46,857	12,528	59,385	35,857
<u>7,271,798</u>			
<u>\$ 7,318,655</u>			

MACON COUNTY, ILLINOIS

**SCHEDULE OF REVENUES, EXPENDITURES, AND
 CHANGES IN FUND BALANCE (NON-GAAP) - BUDGET AND ACTUAL
 STATE'S ATTORNEY GRANT FUND
 Year ended November 30, 2011**

	Budgeted Amounts	
	Original	Final
Revenues:		
Intergovernmental	\$ 1,199,554	1,372,329
Fines, fees, forfeitures	245,000	295,000
Interest on investments		
Miscellaneous revenue		
Total revenues	1,444,554	1,667,329
Expenditures:		
Current:		
Public Health and Welfare:		
Personnel	1,087,975	1,196,462
Supplies and materials	282,016	385,036
Equipment	3,580	6,712
Total expenditures	1,373,571	1,588,210
Net change in fund balance	\$ 70,983	79,119
Budgetary fund balance, beginning of year		
Budgetary fund balance, end of year		

Actual Amounts Budgetary Basis	Budget to GAAP Differences Over (Under)	Actual Amounts GAAP Basis	Variance
1,299,065		1,299,065	(73,264)
232,959		232,959	(62,041)
1,497		1,497	1,497
12,527		12,527	12,527
<u>1,546,048</u>	-	<u>1,546,048</u>	<u>(121,281)</u>
1,147,283		1,147,283	49,179
320,733		320,733	64,303
4,536		4,536	2,176
<u>1,472,552</u>	-	<u>1,472,552</u>	<u>115,658</u>
73,496	-	73,496	(5,623)
<u>194,222</u>			
<u>\$ 267,718</u>			

MACON COUNTY, ILLINOIS

**SCHEDULE OF REVENUES, EXPENDITURES, AND
 CHANGES IN FUND BALANCE (NON-GAAP) - BUDGET AND ACTUAL
 PROBATION GRANT FUND
 Year ended November 30, 2011**

	Budgeted Amounts	
	Original	Final
Revenues:		
Intergovernmental	\$ 527,093	527,093
Interest on investments		
Total revenues	527,093	527,093
Expenditures:		
Current:		
Public Health and Welfare:		
Personnel	28,854	28,854
Supplies and materials	495,839	495,839
Equipment	2,400	2,400
Total expenditures	527,093	527,093
Net change in fund balance	\$ -	-
Budgetary fund balance, beginning of year		
Budgetary fund balance, end of year		

Actual Amounts Budgetary Basis	Budget to GAAP Differences Over (Under)	Actual Amounts GAAP Basis	Variance
319,271		319,271	(207,822)
249		249	249
319,520	-	319,520	(207,573)
340,345		340,345	28,854
2,581		2,581	155,494
342,926	-	342,926	(181)
(23,406)	-	(23,406)	184,167
34,673			(23,406)
<u>\$ 11,267</u>			

MACON COUNTY, ILLINOIS

SCHEDULE OF FUNDING PROGRESS

November 30, 2011

Illinois Municipal Retirement Fund

Schedule of Funding Progress - Regular

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)
12/31/11	\$ 39,344,186	50,842,366	11,498,180	77.38%	16,665,608	68.99%
12/31/10	37,583,030	48,374,772	10,791,742	77.69%	16,975,943	63.57%
12/31/09	35,357,298	46,637,928	11,280,630	75.81%	17,435,146	64.70%

Schedule of Funding Progress - Elected County Officials

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) - Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
12/31/11	\$ 1,824,447	4,649,287	2,824,840	39.24%	735,682	383.98%
12/31/10	1,317,257	4,123,809	2,806,552	31.94%	644,904	435.19%
12/31/09	1,099,881	3,887,027	2,787,146	28.30%	654,415	425.90%

Schedule of Funding Progress - Sheriff Law Enforcement Personnel

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) - Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
12/31/11	\$ 5,975,218	13,405,327	7,430,109	44.57%	3,171,276	234.29%
12/31/10	5,377,504	12,491,000	7,113,496	43.05%	3,182,114	223.55%
12/31/09	5,425,707	12,624,343	7,198,636	42.98%	3,042,310	236.62%

On a market value basis, the actuarial value of assets as of December 31, 2011 for Regular, ECO and SLEP is \$ 37,426,422, \$ 1,664,070 and \$ 5,388,791, respectively. On a market basis, the funded ratio for Regular, ECO and SLEP would be 73.61%, 35.79% and 40.20%, respectively.

(Continued)

MACON COUNTY, ILLINOIS

SCHEDULE OF FUNDING PROGRESS (Continued)

November 30, 2011

Postemployment Benefits

Schedule of Funding Progress - Postemployment Benefits

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
12/1/10	\$ -	2,773,561	2,773,561	0%	20,305,451	13.66%
12/1/09	-	2,698,680	2,698,680	0%	Not Available	Not Available
12/1/08	-	2,698,680	2,698,680	0%	Not Available	Not Available

See Notes to Required Supplementary Information.

MACON COUNTY, ILLINOIS

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

November 30, 2011

Note 1 - Budgetary Process

The budget and appropriations ordinance 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. These appropriations were made before the end of the prior year and before the year end fund balances were known. The amounts reported as the final budgeted amounts on the budgetary statements reflect the amounts on the final amended budget as of November 30, 2011.

The County uses the following procedures in establishing the budgetary data reflected in the financial statements:

- 1) An appropriations budget is legally adopted through the budgetary process on an annual fiscal year basis for the General Fund; Special Revenue Funds except for the State's Attorney Drug Fund, State's Attorney Forfeited Federal Fund, Sheriff's Drug Fund, and Probation and Court Services Fund; Capital Project Funds and the Internal Service Fund.
- 2) Officeholders prepare their original appropriated budget requests in June.
- 3) The officeholders meet with their respective oversight committees and revise the original appropriated budget amounts during June and July.
- 4) The various committees present their revised appropriated budget requests to the Finance Committee at a series of budget hearings held during August through October.
- 5) As approved by the Finance Committee, a display budget is prepared in October for a mandatory 15 day public display.
- 6) The appropriated budget is reviewed and legally adopted by the Macon County Board in a regular or special session held in November preceding the new fiscal year.
- 7) The appropriated budget is prepared under the modified accrual basis of accounting as required by generally accepted accounting principles (GAAP) except for property tax revenue, which is budgeted on the cash basis, and encumbrances, which are recorded as expenditures for budgetary reporting. The Budget Basis of Accounting footnote shows the nature and amounts of basis and timing differences necessary to reconcile the Non-GAAP actual to GAAP actual at the fund type level.
- 8) Transfers of budgeted amounts between funds or any amendments to the originally approved budget by means of an emergency or supplemental appropriation require approval by two-thirds of the County Board members. Budget amendments are typically made if a new revenue source had been secured or identified. Budget amendments were made during the fiscal year.

MACON COUNTY, ILLINOIS

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION (Continued)

November 30, 2011

Note 1 - Budgetary Process, continued

- 9) Expenditures are classified into three broad categories - personnel, supplies and materials, and equipment. Transfers of budgeted line items may be made within an expenditure category of a fund by the elected official or department head without seeking approval of the County Board. Transfers or any budget amendments made during the year are reflected in the budget information included in the financial statements.
- 10) Formal budgetary integration is employed as a management control device during the year through an internal reporting basis for all budgeted funds. It is budgetary control policy that expenditures do not exceed appropriations. The legal level of budgetary control (level at which disbursements may not exceed budgets) is at the "three broad categories" level (personnel, supplies and materials, and equipment); however, budgetary control is also maintained with each department at the line item level. The County uses an encumbrance accounting system.
- 11) All nonencumbered appropriations lapse at year end, requiring reappropriation the following fiscal year.

Note 2 - 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 Schedule of Revenues, Expenditures, and Changes in Fund Balance (Non-GAAP) - Budget and Actual for the general and major special revenue funds are presented on the budgetary basis to provide a meaningful comparison of actual results with the budget. The major differences between the budget basis and the GAAP basis are as follows:

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

MACON COUNTY, ILLINOIS

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION (Continued)
November 30, 2011

Note 2 - Budgetary Basis of Accounting, continued

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

	General Fund	Illinois Municipal Retirement	County Health	County Highway	Federal Aid Matching	Multi- Facility Lease	Probation Grant
Net change in fund balance:							
GAAP basis, November 30, 2011	\$ 994,028	(288,721)	106,193	(120,584)	97,783	59,385	(23,406)
Taxes receivable at November 30, 2010	141,865	91,461	60,443	53,757	15,768	186,235	
Taxes receivable at November 30, 2011	(155,394)	(93,821)	(64,047)	(57,396)	(16,838)	(198,763)	
Encumbrances recognized as expenditures per budget basis at November 30, 2010	1,010				235,034		73,260
Encumbrances recognized as expenditures per budget basis at November 30, 2011	(17,550)		(15,576)				(73,260)
Budget basis	\$ 963,959	(291,081)	87,013	(124,223)	331,747	46,857	(23,406)

Note 3 - Excess of Expenditures over Appropriations

Excess of expenditures over appropriations for the year ended November 30, 2011, are as follows:

	Expenditures	Appropriations	Difference
Nonmajor Funds:			
Working Cash Fund	\$ 233		(233)
Regional Planning Commission Fund	14,599	14,767	(168)
Treasurer Automation Fund	93,535	94,985	(1,450)
Historical Museum Fund	62,969	64,069	(1,100)

COMBINING AND INDIVIDUAL FUND INFORMATION

GENERAL CORPORATE FUND

The General Corporate Fund is used to account for resources traditionally associated with government which are not required legally, or by sound financial management to be accounted for in another fund.

MACON COUNTY, ILLINOIS

GENERAL CORPORATE FUND
BALANCE SHEET
November 30, 2011

Assets

Cash	\$ 7,849,861
Investments, at cost	1,258
Taxes receivable	155,394
Accounts receivable	146,134
Inventory	5,834
Due from governmental agencies:	
State of Illinois	1,778,642
Other governmental agencies	392,481
Prepaid items	41,891
Restricted cash	209,664
Due from other funds	1,049,560
	<hr/>
Total assets	11,630,719
	<hr/> <hr/>

Liabilities

Accounts payable	122,293
Accrued salaries	729,572
Deferred revenue	93,259
Due to other funds	742,286
	<hr/>
Total liabilities	1,687,410
	<hr/> <hr/>

Fund Balances

Nonspendable	47,725
Restricted	21,198
Unrestricted:	
Committed	2,700,820
Unassigned	7,173,566
	<hr/>
Total fund balances	9,943,309
	<hr/> <hr/>
Total liabilities and fund balances	\$ 11,630,719
	<hr/> <hr/>

MACON COUNTY, ILLINOIS

GENERAL CORPORATE FUND
STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE
Year ended November 30, 2011

Revenues:	
Taxes	\$ 9,429,785
Intergovernmental	2,704,918
Fines, fees, forfeitures	3,982,604
Licenses and permits	71,857
Interest on investments	40,786
Miscellaneous revenue	<u>2,040,568</u>
Total revenues	<u>18,270,518</u>
Expenditures:	
Current:	
General control and administration	3,487,721
Public safety	7,202,829
Judiciary and court-related	6,922,265
Public health and welfare	157,548
Capital outlay	<u>108,385</u>
Total expenditures	<u>17,878,748</u>
Excess of revenues over expenditures	<u>391,770</u>
Other financing sources (uses):	
Transfers in	<u>602,258</u>
Total other financing sources (uses)	<u>602,258</u>
Net change in fund balance	994,028
Fund balance, beginning of year	<u>8,949,281</u>
Fund balance, end of year	<u>\$ 9,943,309</u>

MACON COUNTY, ILLINOIS

**GENERAL CORPORATE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE (NON-GAAP) - BUDGET AND ACTUAL
Year ended November 30, 2011**

	Budget	Actual	Variance
Revenues:			
Taxes:			
Property taxes	\$ 4,082,379	4,023,882	(58,497)
Retailers' occupational tax	3,405,635	3,377,608	(28,027)
Illinois State income tax	1,044,886	1,351,837	306,951
Illinois personal property replacement tax	463,000	653,115	190,115
Inheritance tax	95,038	9,814	(85,224)
	<hr/>		
Total revenues, taxes	9,090,938	9,416,256	325,318
<hr/>			
Intergovernmental:			
Contracts, municipalities	450,000	550,936	100,936
State Board of Elections	100,000	101,916	1,916
HAVA Grant State Board of Elections	100,000		(100,000)
Salary reimbursements	1,060,797	1,088,227	27,430
Sheriff training reimbursement	13,000	19,528	6,528
Federal Prisoner Contract	572,000	415,791	(156,209)
Illinois Department of Human Services, IV-D:			
Circuit Clerk IV-D	58,952	55,255	(3,697)
State's Attorney Child Support Enforcement	330,673	313,785	(16,888)
City Mapping contract		133	133
Township Assessor Contracts	1,000	8,667	7,667
State's Attorney Grants:			
Attorney General Victim Witness	27,000	25,000	(2,000)
708 Board Deferred Prosecution	24,605	24,330	(275)
Public Defender Grants:			
Defense services grant	81,000	74,250	(6,750)
Mental Health Board Grant	10,600	12,100	1,500
Probation:			
Mental Health Board Grant	15,000	15,000	
	<hr/>		
Total revenues, intergovernmental	2,844,627	2,704,918	(139,709)
<hr/>			

(Continued)

MACON COUNTY, ILLINOIS

GENERAL CORPORATE FUND

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN

FUND BALANCE (NON-GAAP) - BUDGET AND ACTUAL (Continued)

Year ended November 30, 2011

	Budget	Actual	Variance
Revenues (continued):			
Fines, fees, forfeitures:			
Circuit Clerk	\$ 1,707,840	1,853,487	145,647
State's Attorney	406,214	416,979	10,765
County Recorder	390,000	443,433	53,433
County Sheriff	325,000	302,649	(22,351)
County Coroner	19,554	21,579	2,025
County Collector	405,000	408,626	3,626
County Clerk	310,000	295,730	(14,270)
County Board	20,000	458	(19,542)
Public Defender Behavioral Court Fee	50,000		(50,000)
General Host Fee	250,000	239,663	(10,337)
Total revenues, fines, fees, forfeitures	3,883,608	3,982,604	98,996
Licenses and permits:			
Building, rezoning permits	80,000	66,857	(13,143)
Liquor license	5,100	5,000	(100)
Total revenues, licenses and permits	85,100	71,857	(13,243)
Interest on investments	33,600	40,786	7,186
Miscellaneous revenues:			
Miscellaneous receipts and refunds	5,200	27,074	21,874
Copy and fax	4,000	4,041	41
State's Attorney	1,250	1,188	(62)
Public Defender	1,250	718	(532)
Legal advice	1,000	800	(200)
Probation	35,840	38,875	3,035
Sheriff sales and commissions	301,250	363,922	62,672
Health insurance premiums received	1,503,803	1,400,448	(103,355)
Commissary revenue		111,826	111,826
Miscellaneous	1,250	1,177	(73)
Franchise fees	70,000	90,499	20,499
Total miscellaneous revenues	1,924,843	2,040,568	115,725
Total revenues	17,862,716	18,256,989	394,273

(Continued)

MACON COUNTY, ILLINOIS

GENERAL CORPORATE FUND
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE (NON-GAAP) - BUDGET AND ACTUAL (Continued)
 Year ended November 30, 2011

	Budget	Actual	Variance
Expenditures:			
General Control and Administration:			
County Clerk:			
Salaries	\$ 210,074	210,072	2
Hospitalization	47,472	47,472	
	<u>257,546</u>	<u>257,544</u>	<u>2</u>
Postage	8,000	6,782	1,218
Telephone	3,000	1,293	1,707
Copy machine	2,000	1,044	956
Supplies	14,000	12,045	1,955
Legal advertising	200	22	178
EDP	22,000	18,210	3,790
Miscellaneous	1,000	189	811
	<u>50,200</u>	<u>39,585</u>	<u>10,615</u>
Total County Clerk	307,746	297,129	10,617
County Clerk - Elections:			
Salaries	153,000	152,104	896
Hospitalization	15,824	12,527	3,297
	<u>168,824</u>	<u>164,631</u>	<u>4,193</u>
Rental polling places	5,760	5,760	
Postage	35,348	35,219	129
Legal advertising	17,170	17,169	1
Supplies	271,722	271,722	
HAVA grant supplies	100,000		100,000
Miscellaneous drayage	12,000	11,955	45
	<u>442,000</u>	<u>341,825</u>	<u>100,175</u>
Total County Clerk - Elections	610,824	506,456	104,368
County Recorder:			
Salaries	166,319	166,320	(1)
Hospitalization	28,054	24,395	3,659
	<u>194,373</u>	<u>190,715</u>	<u>3,658</u>
Travel	1,610	1,608	2
Postage	890	588	302
Dues	375	345	30
Telephone	2,000	1,855	145
Maintenance of equipment	420	420	
Copy machine	2,000	1,980	20
Supplies	2,800	2,786	14
Book repair	1,500	1,437	63
	<u>11,595</u>	<u>11,019</u>	<u>576</u>
Total County Recorder	205,968	201,734	4,234

(Continued)

MACON COUNTY, ILLINOIS

GENERAL CORPORATE FUND
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE (NON-GAAP) - BUDGET AND ACTUAL (Continued)
 Year ended November 30, 2011

	Budget	Actual	Variance
Expenditures (continued):			
General Control and Administration (continued):			
County Treasurer:			
Salaries	\$ 186,304	187,527	(1,223)
Hospitalization	39,560	39,560	
	<u>225,864</u>	<u>227,087</u>	<u>(1,223)</u>
Postage	929	482	447
Telephone	2,150	2,252	(102)
Legal advertising	3,571	3,571	
Dues	500	500	
Copy machine	480	448	32
EDP	12,500	12,500	
Maintenance of equipment	200		200
Miscellaneous	130		130
Travel	635	635	
Training	150	105	45
Supplies	2,000	1,281	719
Printing	4,450	4,583	(133)
	<u>27,695</u>	<u>26,357</u>	<u>1,338</u>
Total County Treasurer	<u>253,559</u>	<u>253,444</u>	<u>115</u>
Auditor:			
Salaries	276,305	276,684	(379)
Hospitalization	55,384	55,384	
	<u>331,689</u>	<u>332,068</u>	<u>(379)</u>
Postage	2,475	1,991	484
Telephone	2,200	2,039	161
Travel	143	87	56
Supplies	4,125	4,123	2
Legal advertising	400	106	294
EDP	11,000	10,018	982
Training	400	396	4
Dues	1,000	890	110
Copy machine	1,857	474	1,383
Professional services	4,100	3,740	360
	<u>27,700</u>	<u>23,864</u>	<u>3,836</u>
Total Auditor	<u>359,389</u>	<u>355,932</u>	<u>3,457</u>

(Continued)

MACON COUNTY, ILLINOIS

GENERAL CORPORATE FUND
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE (NON-GAAP) - BUDGET AND ACTUAL (Continued)
 Year ended November 30, 2011

	Budget	Actual	Variance
Expenditures (continued):			
General Control and Administration (continued):			
County Board:			
Salaries	\$ 183,300	181,863	1,437
Hospitalization	68,570	68,570	
	<u>251,870</u>	<u>250,433</u>	<u>1,437</u>
Facility lease	45,000	45,000	
Travel	2,845	1,265	1,580
Postage	1,000	617	383
Library	150		150
Telephone	5,555	4,139	1,416
Maintenance of equipment	500		500
Legal advertising	1,100	406	694
Copy machine	1,200	816	384
Contractual services	29,000	20,989	8,011
Dues	2,400	2,128	272
Training	700	649	51
Supplies	4,500	872	3,628
Car expense	2,500	2,563	(63)
Economic Development	12,500	4,000	8,500
Nuisance expense	5,000		5,000
Planning and zoning	200		200
Miscellaneous	250	224	26
	<u>114,400</u>	<u>83,668</u>	<u>30,732</u>
Total County Board	<u>366,270</u>	<u>334,101</u>	<u>32,169</u>
Supervisor of Assessments:			
Salaries	166,029	165,389	640
Hospitalization	41,142	40,483	659
	<u>207,171</u>	<u>205,872</u>	<u>1,299</u>
Travel	2,550	2,603	(53)
Training	1,600	1,395	205
Dues	325	325	
Legal advertising	26,000	24,434	1,566
EDP	25,650	24,157	1,493
Copy machine	2,500	2,254	246
Supplies	5,200	4,967	233
Car expense, field assessors	1,800	1,631	169
Postage	15,000	9,318	5,682
Telephone	1,500	861	639
	<u>82,125</u>	<u>71,945</u>	<u>10,180</u>
Total Supervisor of Assessments	<u>289,296</u>	<u>277,817</u>	<u>11,479</u>

(Continued)

MACON COUNTY, ILLINOIS

**GENERAL CORPORATE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE (NON-GAAP) - BUDGET AND ACTUAL (Continued)
Year ended November 30, 2011**

	Budget	Actual	Variance
Expenditures (continued):			
General Control and Administration (continued):			
Board of Review:			
Salaries	\$ 48,000	48,000	
Hospitalization	23,736	23,736	
	<u>71,736</u>	<u>71,736</u>	-
Travel	500		500
Training	650		650
Supplies	200	196	4
Postage	1,500	631	869
Appraisal research	5,000	1,047	3,953
Legal advertising	1,800	1,191	609
	<u>9,650</u>	<u>3,065</u>	<u>6,585</u>
Total Board of Review	<u>81,386</u>	<u>74,801</u>	<u>6,585</u>
Miscellaneous:			
Telephone	(200)	(541)	341
CPA	98,465	98,465	
Supplies	4,500	11,842	(7,342)
Network - EDP	12,000	11,896	104
Postage	5,200	10,501	(5,301)
Training	1,000	279	721
Miscellaneous	100	3,601	(3,501)
Hospitalization	1,683,363	1,066,504	616,859
Sick bank expense	7,500		7,500
	<u>1,811,928</u>	<u>1,202,547</u>	<u>609,381</u>
Total Miscellaneous	<u>1,811,928</u>	<u>1,202,547</u>	<u>609,381</u>
Total General Control and Administration	<u>4,286,366</u>	<u>3,503,961</u>	<u>782,405</u>

(Continued)

MACON COUNTY, ILLINOIS

GENERAL CORPORATE FUND

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN

FUND BALANCE (NON-GAAP) - BUDGET AND ACTUAL (Continued)

Year ended November 30, 2011

	Budget	Actual	Variance
Expenditures (continued):			
Public Safety:			
County Sheriff:			
Salaries	\$ 3,533,415	3,376,722	156,693
	<u>3,533,415</u>	<u>3,376,722</u>	<u>156,693</u>
Travel	1,100	1,035	65
Investigation	2,700	2,119	581
Law enforcement training	25,250	16,763	8,487
Postage	10,000	4,713	5,287
Copy machine	21,000	17,320	3,680
Telephone	28,700	16,460	12,240
Youth Advocate service grant	6,000	6,000	
Legal advertising	2,000	1,456	544
Merit commission	200		200
	<u>96,950</u>	<u>65,866</u>	<u>31,084</u>
Total County Sheriff	<u>3,630,365</u>	<u>3,442,588</u>	<u>187,777</u>
Coroner:			
Salaries	137,796	136,769	1,027
Hospitalization	23,736	23,736	
	<u>161,532</u>	<u>160,505</u>	<u>1,027</u>
Travel	1,000	633	367
Investigation	2,857	2,403	454
Autopsy - medical	66,167	69,843	(3,676)
Postage	500	202	298
Maintenance of equipment	1,093	1,150	(57)
Dues	500	425	75
Supplies	3,750	3,785	(35)
Telephone	1,600	1,253	347
	<u>77,467</u>	<u>79,694</u>	<u>(2,227)</u>
Total Coroner	<u>238,999</u>	<u>240,199</u>	<u>(1,200)</u>
Law Facilities Center:			
Salaries and payroll	3,387,225	3,286,514	100,711
	<u>3,387,225</u>	<u>3,286,514</u>	<u>100,711</u>
Training	37,000	36,944	56
Transport prisoners	88,700	65,573	23,127
Testing	1,500	525	975
Maintenance of equipment	5,300	3,121	2,179
Commissary supplies		103,768	(103,768)
Supplies	14,000	13,161	839

(Continued)

MACON COUNTY, ILLINOIS

GENERAL CORPORATE FUND
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE (NON-GAAP) - BUDGET AND ACTUAL (Continued)
 Year ended November 30, 2011

	Budget	Actual	Variance
Expenditures (continued):			
Public Safety (continued):			
Law Facilities Center (continued):			
Supplies, law enforcement	\$ 3,500	3,489	11
Supplies, laundry	1,000	954	46
Uniforms and related items	15,000	5,993	9,007
Travel	300		300
	<u>166,300</u>	<u>233,528</u>	<u>(67,228)</u>
Total Law Facilities Center	3,553,525	3,520,042	33,483
Total Public Safety	<u>7,422,889</u>	<u>7,202,829</u>	<u>220,060</u>
Judiciary and Court-Related:			
Circuit Clerk:			
Salaries	863,697	844,581	19,116
Hospitalization	253,184	249,081	4,103
Fringes	18,478	17,775	703
	<u>1,135,359</u>	<u>1,111,437</u>	<u>23,922</u>
Travel	550	531	19
Supplies	32,500	26,170	6,330
Postage	33,000	32,905	95
Telephone	6,500	5,920	580
Dues	470	410	60
Jury fees	57,500	7,197	50,303
Jury meals	2,500	2,156	344
Jury parking	8,250	7,950	300
General	2,000	1,827	173
Legal advertising	4,000	3,892	108
	<u>147,270</u>	<u>88,958</u>	<u>58,312</u>
Total Circuit Clerk	1,282,629	1,200,395	82,234
State's Attorney:			
Salaries	1,411,058	1,410,852	206
Hospitalization	244,611	244,611	
	<u>1,655,669</u>	<u>1,655,463</u>	<u>206</u>
Supplies	16,900	16,400	500
Court costs, transcripts, appeals	17,413	17,413	
Investigations	7,886	7,886	
Appellate services	27,000	27,000	
Institute training	5,598	5,598	

(Continued)

MACON COUNTY, ILLINOIS

GENERAL CORPORATE FUND
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE (NON-GAAP) - BUDGET AND ACTUAL (Continued)
 Year ended November 30, 2011

	Budget	Actual	Variance
Expenditures (continued):			
Judiciary and Court-Related (continued):			
State's Attorney (continued):			
Postage	\$ 5,067	5,067	
Telephone	19,661	19,688	(27)
State's Attorney's library	18,292	19,092	(800)
Copy machine	9,712	10,077	(365)
Travel	37	37	
Experts	7,370	7,370	
Miscellaneous	600	575	25
	<u>135,536</u>	<u>136,203</u>	<u>(667)</u>
Total State's Attorney	<u>1,791,205</u>	<u>1,791,666</u>	<u>(461)</u>
State's Attorney, Title IV-D, Public Aid:			
Salaries	249,000	244,649	4,351
Hospitalization	65,973	65,973	
	<u>314,973</u>	<u>310,622</u>	<u>4,351</u>
Postage	4,000	4,003	(3)
Institute training	400	329	71
Copy machine	1,100	861	239
Supplies	4,000	2,947	1,053
Library	150	150	
Court costs, appeals	4,400	4,406	(6)
Equipment	350	350	
	<u>14,400</u>	<u>13,046</u>	<u>1,354</u>
Total State's Attorney, Title IV-D, Public Aid	<u>329,373</u>	<u>323,668</u>	<u>5,705</u>
Probation Officers:			
Salaries	1,455,738	1,449,425	6,313
Hospitalization	253,184	252,523	661
	<u>1,708,922</u>	<u>1,701,948</u>	<u>6,974</u>
Travel	898	659	239
Postage	4,332	3,687	645
Telephone	15,196	11,487	3,709
Supplies	6,500	5,156	1,344
Gas and oil	8,225	8,153	72
Offender services	72,227	72,228	(1)
EDP	45,388	45,213	175
Institute training	570	570	

(Continued)

MACON COUNTY, ILLINOIS

GENERAL CORPORATE FUND
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE (NON-GAAP) - BUDGET AND ACTUAL (Continued)
 Year ended November 30, 2011

	Budget	Actual	Variance
Expenditures (continued):			
Judiciary and Court-Related (continued):			
Probation Officers (continued):			
General Trainings	\$ 2,500	1,280	1,220
Contractual services	260,956	245,914	15,042
	<u>416,792</u>	<u>394,347</u>	<u>22,445</u>
Total Probation Officers	<u>2,125,714</u>	<u>2,096,295</u>	<u>29,419</u>
Public Defender:			
Salaries	741,569	741,080	489
Hospitalization	102,856	102,855	1
	<u>844,425</u>	<u>843,935</u>	<u>490</u>
Telephone	2,000	861	1,139
Postage	1,500	493	1,007
EDP	1,477	424	1,053
Contractual services	70,821	68,090	2,731
Publications	700	661	39
Supplies	2,000	1,602	398
Investigations	3,500	3,214	286
General Training	1,250	557	693
Mental exams, court costs	27,874	25,624	2,250
Transcripts	885	647	238
	<u>112,007</u>	<u>102,173</u>	<u>9,834</u>
Total Public Defender	<u>956,432</u>	<u>946,108</u>	<u>10,324</u>

(Continued)

MACON COUNTY, ILLINOIS

GENERAL CORPORATE FUND
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE (NON-GAAP) - BUDGET AND ACTUAL (Continued)
 Year ended November 30, 2011

	Budget	Actual	Variance
Expenditures (continued):			
Judiciary and Court-Related (continued):			
Circuit Court:			
Salaries, Circuit Court	\$ 330,133	324,493	5,640
Hospitalization	87,032	87,032	
	<u>417,165</u>	<u>411,525</u>	<u>5,640</u>
Mental exams	1,000		1,000
Transcripts	6,400	6,629	(229)
Jury fees	57,500	46,693	10,807
Juror mileage	6,500	5,422	1,078
Postage	900	853	47
Interpreters	5,000	2,957	2,043
Pro rata share of Circuit and Associate Judges' salaries	4,000	3,939	61
Attorney fees - Court of Appeals	17,212	19,167	(1,955)
Telephone	11,400	9,249	2,151
Maintenance of equipment	1,200	865	335
Supplies	3,957	3,956	1
Supplies, automation	4,630	5,444	(814)
Court and judge law library	20,000	20,392	(392)
EDP	16,600	14,699	1,901
CASA Program grant	10,000	10,000	
Training	1,438	542	896
Legal advertising	1,513	1,351	162
Contractual services	851		851
Circuit Court Chief Justice	1,000	750	250
	<u>171,101</u>	<u>152,908</u>	<u>18,193</u>
Total Circuit Court	<u>588,266</u>	<u>564,433</u>	<u>23,833</u>
Total Judiciary and Court-Related	<u>7,073,619</u>	<u>6,922,565</u>	<u>151,054</u>

(Continued)

MACON COUNTY, ILLINOIS

GENERAL CORPORATE FUND
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE (NON-GAAP) - BUDGET AND ACTUAL (Continued)
 Year ended November 30, 2011

	Budget	Actual	Variance
Expenditures (continued):			
Public Health and Welfare:			
Superintendent, Regional Office of Education:			
Salaries	\$ 93,534	93,612	(78)
Hospitalization	18,735	17,389	1,346
	<u>112,269</u>	<u>111,001</u>	<u>1,268</u>
Superintendent travel	3,816	3,806	10
Utilities	5,276	5,278	(2)
Postage	3,654	2,705	949
Dues	1,705	1,705	
Telephone	3,654	3,256	398
Building maintenance, lease	26,309	26,309	
Copy machine	1,786	1,582	204
Miscellaneous	820		820
Unemployment insurance	446	1,151	(705)
Supplies	1,137	755	382
	<u>48,603</u>	<u>46,547</u>	<u>2,056</u>
Total Superintendent, Regional Office of Education	<u>160,872</u>	<u>157,548</u>	<u>3,324</u>
Total Public Health and Welfare	<u>160,872</u>	<u>157,548</u>	<u>3,324</u>
Capital Outlay:			
County Administration	19,035	14,426	4,609
Circuit Clerk	7,500	4,121	3,379
Coroner	1,065	1,035	30
State's Attorney	19,828	15,857	3,971
State's Attorney IV-D	1,300	180	1,120
Supervisor of Assessments	500	500	
Board of Review	300	293	7
Public Defender	885		885
Probation	600		600
Circuit Courts	2,000	1,333	667
Sheriff Vehicles	73,970	70,440	3,530
Auditor	500	200	300
	<u>127,483</u>	<u>108,385</u>	<u>19,098</u>
Total Capital Outlay	<u>127,483</u>	<u>108,385</u>	<u>19,098</u>
Total expenditures	<u>19,071,229</u>	<u>17,895,288</u>	<u>1,175,941</u>

(Continued)

MACON COUNTY, ILLINOIS

GENERAL CORPORATE FUND
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE (NON-GAAP) - BUDGET AND ACTUAL (Continued)
 Year ended November 30, 2011

	Budget	Actual	Variance
Excess (deficiency) of revenues over (under) expenditures	(1,208,513)	361,701	1,570,214
Other financing sources (uses):			
Transfers in:			
Fund administration fees	214,000	178,608	(35,392)
Transfer from Animal Control	30,000		(30,000)
Transfer from County Clerk Automation	48,000	48,000	
Probation and court services reimbursement	418,218	375,650	(42,568)
Total other financing sources (uses)	710,218	602,258	(107,960)
Net changes in fund balance	\$ (498,295)	963,959	1,462,254
Budgetary fund balance, beginning of year		8,806,406	
Budgetary fund balance, end of year		\$ 9,770,365	

COMBINING STATEMENTS
Nonmajor Governmental Funds

MACON COUNTY, ILLINOIS

COMBINING BALANCE SHEET FOR NONMAJOR GOVERNMENTAL FUNDS
November 30, 2011

	Special Revenue Funds				
	Social Security Fund	Insurance Liability Fund	Judgment Repayment Fund	Working Cash Fund	Regional Planning Commission Fund
Assets					
Cash	\$ 678,148	866,117	1,858,859	312,905	40,972
Investments, at cost	251	244	489	251	699
Taxes receivable, net of allowance for uncollectibles	41,801	5,744			
Due from governmental agencies:					
State of Illinois					
Other governmental agencies		12,500			
Prepaid items					
Due from other funds	67,634	44,800	72,300		
Total assets	787,834	929,405	1,931,648	313,156	41,671
Liabilities					
Accounts payable	1,139	2,472	6,349		38,062
Accrued salaries		1,051	9,732		
Deferred revenue					
Due to other funds	52,444	43,257			
Total liabilities	53,583	46,780	16,081	-	38,062
Fund Balances					
Nonspendable					
Restricted	734,251	882,625	1,815,567	313,156	3,609
Unrestricted:					
Committed			100,000		
Unassigned					
Total fund balances	734,251	882,625	1,915,567	313,156	3,609
Total liabilities and fund balances	\$ 787,834	929,405	1,931,648	313,156	41,671

(Continued)

Special Revenue Funds

Community Health Foundation	Special Bridge Fund	State-Township Bridge Fund	Circuit Clerk Automation Fund	Circuit Clerk Document Storage Fund	State's Attorney Drug Fund	State's Attorney Forfeited Federal Funds	County Clerk Automation Fund
	984,068	70,622	216,559	235,988	155,108	40,358	4,190
	251	364		251	426	526	
	19,711						
					3,993		
	5,000					1,504	
-	1,009,030	70,986	216,559	236,239	159,527	42,388	4,190
	8,432		7,873	355	9,178		
			4,538	8,305			
	21,049	5,000	2,050	4,784	56,160		
-	29,481	5,000	14,461	13,444	65,338	-	-
	979,549	65,986	202,098	222,795	90,196	42,388	4,190
-	979,549	65,986	202,098	222,795	94,189	42,388	4,190
-	1,009,030	70,986	216,559	236,239	159,527	42,388	4,190

MACON COUNTY, ILLINOIS

COMBINING BALANCE SHEET FOR NONMAJOR GOVERNMENTAL FUNDS (Continued)
November 30, 2011

	Special Revenue Funds				
	Treasurer Automation Fund	GIS Automation Fund	Sheriff's Drug Fund	Animal Control Fund	Historical Museum Fund
Assets					
Cash	\$ 22,152	248,281	17,189	188,791	6,318
Investments, at cost				25,513	8
Taxes receivable, net of allowance for uncollectibles					1,243
Due from governmental agencies:					
State of Illinois					
Other governmental agencies				24,790	
Prepaid items					
Due from other funds		28,234		2,061	2,122
Total assets	22,152	276,515	17,189	241,155	9,691
Liabilities					
Accounts payable	5,230	400		3,807	
Accrued salaries	2,764	6,131		29,450	2,343
Deferred revenue				198,839	
Due to other funds	874			241,059	
Total liabilities	8,868	6,531	-	473,155	2,343
Fund Balances					
Nonspendable					
Restricted	13,284	269,984	17,189		7,348
Unrestricted:					
Committed					
Unassigned				(232,000)	
Total fund balances	13,284	269,984	17,189	(232,000)	7,348
Total liabilities and fund balances	\$ 22,152	276,515	17,189	241,155	9,691

(Continued)

Special Revenue Funds

Law Library Fund	Probation and Court Services Fund	Automation Fund	Environmental Management Fund	Veterans Assistance Commission Fund	Sheriff's Grant Fund	EMA Grant Fund	Workforce Investment Solutions Fund
37,925	1,571,569	230,665	552,802	68,467	267,848		14,947
275	251		252	252			
				5,744			
			12,251		27,263		43,270
		8,137	35,935	3,345	400	243	
38,200	1,571,820	238,802	601,240	77,808	295,511	243	58,217
4,155			2,869	497	2,423		60,837
1,390		5,224	6,914	4,367	7,875		23,262
							57,981
3,769	375,650				7,253		37,873
9,314	375,650	5,224	9,783	4,864	17,551	-	179,953
28,886	1,196,170	233,578	591,457	72,944	277,960	243	
							(121,736)
28,886	1,196,170	233,578	591,457	72,944	277,960	243	(121,736)
38,200	1,571,820	238,802	601,240	77,808	295,511	243	58,217

MACON COUNTY, ILLINOIS

COMBINING BALANCE SHEET FOR NONMAJOR GOVERNMENTAL FUNDS (Continued)

November 30, 2011

	Special Revenue Funds	Capital Projects Funds	Total Nonmajor Governmental Funds
	Total	Health Capital Improvements Fund	
Assets			
Cash	\$ 8,690,848	64,807	8,755,655
Investments, at cost	30,303		30,303
Taxes receivable, net of allowance for uncollectibles	74,243		74,243
Due from governmental agencies:			
State of Illinois	82,784		82,784
Other governmental agencies	37,290		37,290
Prepaid items	3,993		3,993
Due from other funds	271,715		271,715
Total assets	<u>9,191,176</u>	<u>64,807</u>	<u>9,255,983</u>
Liabilities			
Accounts payable	154,078		154,078
Accrued salaries	113,346		113,346
Deferred revenue	256,820		256,820
Due to other funds	851,222	3,639	854,861
Total liabilities	<u>1,375,466</u>	<u>3,639</u>	<u>1,379,105</u>
Fund Balances			
Nonspendable	3,993		3,993
Restricted	8,065,453	61,168	8,126,621
Unrestricted:			
Committed	100,000		100,000
Unassigned	(353,736)		(353,736)
Total fund balances	<u>7,815,710</u>	<u>61,168</u>	<u>7,876,878</u>
Total liabilities and fund balances	<u>\$ 9,191,176</u>	<u>64,807</u>	<u>9,255,983</u>

MACON COUNTY, ILLINOIS

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCES - NONMAJOR GOVERNMENTAL FUNDS

Year ended November 30, 2011

	Special Revenue Funds				
	Social Security Fund	Insurance Liability Fund	Judgment Repayment Fund	Working Cash Fund	Regional Planning Commission Fund
Revenues:					
Taxes	\$1,086,059	149,222			
Intergovernmental					72,688
Fines, fees, forfeitures					
Interest on investments	228	5,557	11,987	520	173
Miscellaneous		12,997	27,512		
Total revenues	<u>1,086,287</u>	<u>167,776</u>	<u>39,499</u>	<u>520</u>	<u>72,861</u>
Expenditures:					
Current:					
General control and administration	972,658	385,360	338,778	233	111,107
Public safety					
Judiciary and court-related					
Public health and welfare					
Transportation					
Capital outlay			17,600		
Total expenditures	<u>972,658</u>	<u>385,360</u>	<u>356,378</u>	<u>233</u>	<u>111,107</u>
Excess (deficiency) of revenues over (under) expenditures	<u>113,629</u>	<u>(217,584)</u>	<u>(316,879)</u>	<u>287</u>	<u>(38,246)</u>
Other financing sources (uses):					
Transfers in					
Transfers out		(200,000)			
Total other financing sources (uses)	<u>-</u>	<u>(200,000)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	113,629	(417,584)	(316,879)	287	(38,246)
Fund balances (deficit), beginning of year	620,622	1,300,209	2,232,446	312,869	41,855
Fund balances (deficit), end of year	<u>\$ 734,251</u>	<u>882,625</u>	<u>1,915,567</u>	<u>313,156</u>	<u>3,609</u>

(Continued)

Special Revenue Funds

Community Health Foundation	Special Bridge Fund	State-Township Bridge Fund	Circuit Clerk Automation Fund	Circuit Clerk Document Storage Fund	State's Attorney Drug Fund	State's Attorney Forfeited Federal Funds	County Clerk Automation Fund
	512,103						
		131,837	261,580	246,997	35,145	2,781	44,535
	1,984	236	972	443	831	21	152
	13,090					4,976	(44)
-	527,177	132,073	262,552	247,440	35,976	7,778	44,643
			158,578	280,852	72,699	752	
29,638	633,734	145,418			12,459	866	
29,638	633,734	145,418	158,578	280,852	85,158	1,618	-
(29,638)	(106,557)	(13,345)	103,974	(33,412)	(49,182)	6,160	44,643
	(61,200)	61,200					(48,000)
-	(61,200)	61,200	-	-	-	-	(48,000)
(29,638)	(167,757)	47,855	103,974	(33,412)	(49,182)	6,160	(3,357)
29,638	1,147,306	18,131	98,124	256,207	143,371	36,228	7,547
-	979,549	65,986	202,098	222,795	94,189	42,388	4,190

MACON COUNTY, ILLINOIS

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCES - NONMAJOR GOVERNMENTAL FUNDS (Continued)

Year ended November 30, 2011

	Special Revenue Funds				
	Treasurer Automation Fund	GIS Automation Fund	Sheriff's Drug Fund	Animal Control Fund	Historical Museum Fund
Revenues:					
Taxes	\$				32,295
Intergovernmental				377,499	34,259
Fines, fees, forfeitures	38,045	175,995	25,724	428,479	
Interest on investments	269	1,707		45	69
Miscellaneous		15,882	13,317	24,177	
Total revenues	38,314	193,584	39,041	830,200	66,623
Expenditures:					
Current:					
General control and administration	94,985	217,132			64,069
Public safety			35,230	960,533	
Judiciary and court-related					
Public health and welfare					
Transportation					
Capital outlay		12,835		17,704	
Total expenditures	94,985	229,967	35,230	978,237	64,069
Excess (deficiency) of revenues over (under) expenditures	(56,671)	(36,383)	3,811	(148,037)	2,554
Other financing sources (uses):					
Transfers in					
Transfers out				(19,600)	(800)
Total other financing sources (uses)	-	-	-	(19,600)	(800)
Net change in fund balances	(56,671)	(36,383)	3,811	(167,637)	1,754
Fund balances (deficit), beginning of year	69,955	306,367	13,378	(64,363)	5,594
Fund balances (deficit), end of year	\$ 13,284	269,984	17,189	(232,000)	7,348

(Continued)

Special Revenue Funds

Law Library Fund	Probation and Court Services Fund	Automation Fund	Environmental Management Fund	Veterans Assistance Commission Fund	Sheriff's Grant Fund	EMA Grant Fund	Workforce Investment Solutions Fund
				149,222			
64,469	487,864	105,606	58,515 43,383		174,386 3,995		2,203,622
80	1,567	1,757	4,131	354	1,489		140
1,191			7,056		6,185		1,970
65,740	489,431	107,363	113,085	149,576	186,055	-	2,205,732
		180,012					
64,675	210		331,750	136,195	164,167		2,225,236
16,164		5,043	34,950	1,607			
80,839	210	185,055	366,700	137,802	164,167	-	2,225,236
(15,099)	489,221	(77,692)	(253,615)	11,774	21,888	-	(19,504)
	(375,650)						
-	(375,650)	-	-	-	-	-	-
(15,099)	113,571	(77,692)	(253,615)	11,774	21,888	-	(19,504)
43,985	1,082,599	311,270	845,072	61,170	256,072	243	(102,232)
28,886	1,196,170	233,578	591,457	72,944	277,960	243	(121,736)

MACON COUNTY, ILLINOIS

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCES - NONMAJOR GOVERNMENTAL FUNDS (Continued)

Year ended November 30, 2011

	Special Revenue Funds	Capital Projects Funds	Total Nonmajor Governmental Funds
	Total	Health Capital Improvements Fund	
Revenues:			
Taxes	\$ 1,928,901		1,928,901
Intergovernmental	3,052,806		3,052,806
Fines, fees, forfeitures	1,964,598		1,964,598
Interest on investments	34,712	32	34,744
Miscellaneous	128,309		128,309
Total revenues	7,109,326	32	7,109,358
Expenditures:			
Current:			
General control and administration	2,364,334		2,364,334
Public safety	995,763		995,763
Judiciary and court-related	577,766		577,766
Public health and welfare	2,886,986	650	2,887,636
Transportation	779,152		779,152
Capital outlay	119,228		119,228
Total expenditures	7,723,229	650	7,723,879
Excess (deficiency) of revenues over (under) expenditures	(613,903)	(618)	(614,521)
Other financing sources (uses):			
Transfers in	61,200		61,200
Transfers out	(705,250)		(705,250)
Total other financing sources (uses)	(644,050)	-	(644,050)
Net change in fund balances	(1,257,953)	(618)	(1,258,571)
Fund balances (deficit), beginning of year	9,073,663	61,786	9,135,449
Fund balances (deficit), end of year	\$ 7,815,710	61,168	7,876,878

MACON COUNTY, ILLINOIS

SPECIAL REVENUE FUNDS

Special Revenue Funds are used to account for revenue from specific taxes or other earmarked revenue sources, which by statute, charter provision, or local ordinance, are designated to finance particular functions or activities of the government.

The Social Security Fund accounts for revenue, including property tax levies and contributions from employees, and expenditures to the federal government for payroll taxes.

The Insurance Liability Fund accounts for a county-wide property tax levy used to pay the cost of providing liability insurance coverage for the entire entity.

The Judgment Repayment Fund accounts for a county-wide property tax levy for judgments against the County, arbitrators for union negotiations and special prosecutors.

The Working Cash Fund provides for short-term loans to other funds.

The Regional Planning Commission Fund accounts for proceeds of grant revenue and expenditures for planning purposes.

The Community Health Foundation (non-budgeted) was formerly a blended component unit providing financial support for the Macon County Health Department.

The Special Bridge Fund accounts for revenue, including property tax levies, and expenditures for the County's share of bridge construction and maintenance.

The State-Township Bridge Fund accounts for revenue from the State of Illinois and expenditures to townships for bridge repairs and construction.

The Circuit Clerk Automation Fund accounts for fees collected by the Circuit Clerk and expenditures designated for the computerization of the Circuit Clerk's office.

The Circuit Clerk Document Storage Fund accounts for fees collected for the Circuit Clerk's storage of various documents and expenditures for electronic document storage.

The State's Attorney Drug Fund (non-budgeted) accounts for revenue, including court ordered forfeitures and expenditures for professional services.

The State's Attorney Forfeited Funds Fund (non-budgeted) accounts for revenue obtained in federal cases whereby some of the monies are distributed to the State's Attorney.

The County Clerk Automation Fund accounts for fees collected by the County Clerk for the filing of various documents and expenditures designated for the computerization of the document storage system of this department.

The Treasurer Automation Fund accounts for fees collected by the Treasurer for the filing of various documents and expenditures designated for the computerization of this department.

MACON COUNTY, ILLINOIS

SPECIAL REVENUE FUNDS (Continued)

The Geographic Information Systems (GIS) Automation Fund accounts for fees collected by the recorder's office and expenditures for computerization of the County offices.

The Sheriff's Drug Fund (non-budgeted) accounts for revenues, including court ordered forfeitures and expenditures for professional services.

The Animal Control Fund accounts for revenue, including fees collected by the Animal Shelter and a contract with the City of Decatur, and expenditures relating to Animal Control for the County.

The Historical Museum Fund accounts for revenue, including reimbursements received from the Macon County Historical Society and property tax levies, and expenditures relating to the operation of the Macon County Historical Museum.

The Law Library Fund accounts for revenue, including fees from the Circuit Clerk, and expenditures relating to purchases of law reference material.

The Probation and Court Services Fund (non-budgeted) accounts for fees collected in order to supplement County appropriations for probation and court services.

The Automation Fund accounts for fees collected by the Recorder for the filing of various documents and expenditures designated for the computerization of the document storage system of this department.

The Environmental Management Fund accounts for revenue and expenditures relating to solid waste education, plans and study.

The Veterans Assistance Commission Fund accounts for revenue, including property tax levies, and expenditures relating to services for veterans.

The Sheriff's Grant Fund accounts for revenue, including federal and state grants, and expenditures fulfilling the grants purposes.

The Emergency Management Agency (EMA) Grant Fund (non-budgeted) accounts for revenue, including federal and state grants, and expenditures fulfilling the grants purposes.

Workforce Investment Solutions Fund accounts for federal and state grant revenues and expenditures to support employment opportunities for grant participants.

MACON COUNTY, ILLINOIS

SOCIAL SECURITY FUND
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE (NON-GAAP) - BUDGET AND ACTUAL
 Year ended November 30, 2011

	Budget	Actual	Variance
Revenues:			
Property taxes	\$ 1,092,501	1,083,413	(9,088)
Interest on investments	1,600	228	(1,372)
Total revenues	<u>1,094,101</u>	<u>1,083,641</u>	<u>(10,460)</u>
Expenditures:			
General Control and Administration:			
Personnel - payroll taxes	1,071,446	972,020	99,426
Service charge	600	638	(38)
Total expenditures	<u>1,072,046</u>	<u>972,658</u>	<u>99,388</u>
Net change in fund balance	<u>\$ 22,055</u>	110,983	<u>88,928</u>
Budgetary fund balance, beginning of year		<u>581,467</u>	
Budgetary fund balance, end of year		<u>\$ 692,450</u>	

MACON COUNTY, ILLINOIS

**INSURANCE LIABILITY FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE (NON-GAAP) - BUDGET AND ACTUAL
Year ended November 30, 2011**

	Budget	Actual	Variance
Revenues:			
Property taxes	\$ 150,000	143,478	(6,522)
Interest on investments	15,000	5,557	(9,443)
Miscellaneous	10,500	12,997	2,497
Total revenues	175,500	162,032	(13,468)
Expenditures:			
General Control and Administration:			
Personnel - salaries	40,281	40,282	(1)
Personnel - fringes	11,885	11,885	
Unemployment	80,000	38,593	41,407
Supplies and materials - insurance expense	344,842	294,600	50,242
Total expenditures	477,008	385,360	91,648
Excess (deficiency) of revenues over (under) expenditures	(301,508)	(223,328)	78,180
Other financing sources (uses):			
Transfers out - Self Insurance Fund	(239,258)	(200,000)	39,258
Net change in fund balance	\$ (540,766)	(423,328)	117,438
Budgetary fund balance, beginning of year		1,300,209	
Budgetary fund balance, end of year		\$ 876,881	

MACON COUNTY, ILLINOIS

JUDGMENT REPAYMENT FUND
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE (NON-GAAP) - BUDGET AND ACTUAL
 Year ended November 30, 2011

	Budget	Actual	Variance
Revenues:			
Interest on investments	\$ 16,200	11,987	(4,213)
Miscellaneous		288	288
Lease income	20,000	27,224	7,224
Total revenues	36,200	39,499	3,299
Expenditures:			
General Control and Administration:			
Personnel:			
Salaries	183,255	118,090	65,165
Personnel - payroll taxes	39,864	39,864	
Supplies and materials:			
Contractual	140,000	68,804	71,196
Special prosecutor	10,000		10,000
Miscellaneous	50	148	(98)
Payments of judgments	435,000	111,872	323,128
Total General Control and Administration	808,169	338,778	469,391
Capital Outlay	40,000	17,600	22,400
Total expenditures	848,169	356,378	491,791
Excess (deficiency) of revenues over (under) expenditures	(811,969)	(316,879)	495,090
Other financing sources (uses):			
Transfers out - General Fund	(2,000)		2,000
Net change in fund balance	\$ (813,969)	(316,879)	497,090
Budgetary fund balance, beginning of year		2,232,446	
Budgetary fund balance, end of year		\$ 1,915,567	

MACON COUNTY, ILLINOIS

WORKING CASH FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE (NON-GAAP) - BUDGET AND ACTUAL
Year ended November 30, 2011

	Budget	Actual	Variance
Revenues:			
Interest on investments	<u>\$ 800</u>	<u>520</u>	<u>(280)</u>
Expenditures:			
General Control and Administration:			
Supplies and materials:			
Service charge		<u>233</u>	<u>(233)</u>
Net change in fund balance	<u>\$ 800</u>	<u>287</u>	<u>(513)</u>
Budgetary fund balance, beginning of year		<u>312,869</u>	
Budgetary fund balance, end of year		<u>\$ 313,156</u>	

MACON COUNTY, ILLINOIS

REGIONAL PLANNING COMMISSION FUND
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE (NON-GAAP) - BUDGET AND ACTUAL
 Year ended November 30, 2011

	Budget	Actual	Variance
Revenues:			
Grants	\$ 72,688	72,688	
Interest on investments		173	173
Total revenues	<u>72,688</u>	<u>72,861</u>	<u>173</u>
Expenditures:			
General Control and Administration:			
Personnel:			
Salaries	5,679	5,679	
Supplies and materials	8,920	9,088	(168)
Total expenditures	<u>14,599</u>	<u>14,767</u>	<u>(168)</u>
Net change in fund balance	<u>\$ 58,089</u>	58,094	<u>5</u>
Budgetary fund balance (deficit), beginning of year		<u>(54,485)</u>	
Budgetary fund balance, end of year		<u>\$ 3,609</u>	

MACON COUNTY, ILLINOIS

**SPECIAL BRIDGE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE (NON-GAAP) - BUDGET AND ACTUAL
Year ended November 30, 2011**

	Budget	Actual	Variance
Revenues:			
Property taxes	\$ 515,000	510,848	(4,152)
Intergovernmental:			
State, Township and Village Share	18,000		(18,000)
Interest on investments	2,100	1,984	(116)
Miscellaneous income	75,000	13,090	(61,910)
Total revenues	610,100	525,922	(84,178)
Expenditures:			
Transportation:			
Supplies and materials:			
County's share of bridges	999,000	266,703	732,297
Payment of other share	276,000	52,031	223,969
Total expenditures	1,275,000	318,734	956,266
Excess (deficiency) of revenues over (under) expenditures	(664,900)	207,188	872,088
Other financing sources (uses):			
Transfers out - State-Township Bridge Fund		(61,200)	(61,200)
Net change in fund balance	\$ (664,900)	145,988	810,888
Budgetary fund balance, beginning of year		501,912	
Budgetary fund balance, end of year		\$ 647,900	

MACON COUNTY, ILLINOIS

STATE-TOWNSHIP BRIDGE FUND
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE (NON-GAAP) - BUDGET AND ACTUAL
 Year ended November 30, 2011

	Budget	Actual	Variance
Revenues:			
State of Illinois	\$ 165,500	131,837	(33,663)
Interest on investments	200	236	36
Miscellaneous	15,000		(15,000)
Total revenues	180,700	132,073	(48,627)
Expenditures:			
Transportation:			
Supplies and materials - Township bridges	290,000	145,418	144,582
Excess (deficiency) of revenues over (under) expenditures	(109,300)	(13,345)	95,955
Other financing sources:			
Transfers - Special Bridge Fund		61,200	61,200
Net change in fund balance	\$ (109,300)	47,855	157,155
Budgetary fund balance, beginning of year		18,131	
Budgetary fund balance, end of year		\$ 65,986	

MACON COUNTY, ILLINOIS

**CIRCUIT CLERK AUTOMATION FUND
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE (NON-GAAP) - BUDGET AND ACTUAL
 Year ended November 30, 2011**

	Budget	Actual	Variance
Revenues:			
Circuit Clerk automation fees	\$ 250,000	261,580	11,580
Interest on investments		972	972
Total revenues	<u>250,000</u>	<u>262,552</u>	<u>12,552</u>
Expenditures:			
Judiciary and Court-Related:			
Personnel:			
Court technology administrator	90,757	91,104	(347)
Personnel - payroll taxes	17,924	17,924	
Supplies and materials:			
Circuit Clerk - EDP	100,000	21,033	78,967
Circuit Courts - EDP	25,000	28,517	(3,517)
Total expenditures	<u>233,681</u>	<u>158,578</u>	<u>75,103</u>
Net change in fund balance	<u><u>\$ 16,319</u></u>	<u>103,974</u>	<u><u>87,655</u></u>
Budgetary fund balance, beginning of year		<u>98,124</u>	
Budgetary fund balance, end of year		<u><u>\$ 202,098</u></u>	

MACON COUNTY, ILLINOIS

CIRCUIT CLERK DOCUMENT STORAGE FUND
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE (NON-GAAP) - BUDGET AND ACTUAL
 Year ended November 30, 2011

	Budget	Actual	Variance
Revenues:			
Document storage fees	\$ 190,000	246,997	56,997
Interest on investments		443	443
Total revenues	190,000	247,440	57,440
Expenditures:			
Judiciary and Court-Related:			
Personnel:			
Salaries	184,175	176,054	8,121
Personnel - payroll taxes	36,830	33,829	3,001
Hospitalization	42,472	34,285	8,187
Supplies and materials:			
Circuit Clerk - EDP	100,000	36,684	63,316
Total expenditures	363,477	280,852	82,625
Net change in fund balance	\$ (173,477)	(33,412)	140,065
Budgetary fund balance, beginning of year		256,207	
Budgetary fund balance, end of year		\$ 222,795	

MACON COUNTY, ILLINOIS

**COUNTY CLERK AUTOMATION FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE (NON-GAAP) - BUDGET AND ACTUAL
Year ended November 30, 2011**

	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
Revenues:			
County Clerk automation fees	\$ 48,000	44,535	(3,465)
Interest on investments	40	152	112
Miscellaneous		(44)	(44)
		<u> </u>	<u> </u>
Total revenues	48,040	44,643	(3,397)
Other financing sources (uses):			
Transfers out - General Fund administration	(48,000)	(48,000)	
		<u> </u>	<u> </u>
Net change in fund balance	<u>\$ 40</u>	<u>(3,357)</u>	<u>(3,397)</u>
Budgetary fund balance, beginning of year		<u>7,547</u>	
Budgetary fund balance, end of year		<u>\$ 4,190</u>	

MACON COUNTY, ILLINOIS

TREASURER AUTOMATION FUND
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE (NON-GAAP) - BUDGET AND ACTUAL
 Year ended November 30, 2011

	Budget	Actual	Variance
Revenues:			
Treasurer automation fees	\$ 47,000	38,045	(8,955)
Interest on investments	1,500	269	(1,231)
Total revenues	<u>48,500</u>	<u>38,314</u>	<u>(10,186)</u>
Expenditures:			
General Control and Administration:			
Personnel:			
Salaries	38,172	38,363	(191)
Personnel - payroll taxes	4,361	5,029	(668)
Supplies and materials:			
Treasurer - EDP	10,000	9,842	158
Automated tax sale	3,002	4,630	(1,628)
Audit	7,000	7,000	
Postage	31,000	30,121	879
Total expenditures	<u>93,535</u>	<u>94,985</u>	<u>(1,450)</u>
Net change in fund balance	<u>\$ (45,035)</u>	<u>(56,671)</u>	<u>(11,636)</u>
Budgetary fund balance, beginning of year		<u>69,955</u>	
Budgetary fund balance, end of year		<u>\$ 13,284</u>	

MACON COUNTY, ILLINOIS

**GIS AUTOMATION FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE (NON-GAAP) - BUDGET AND ACTUAL
Year ended November 30, 2011**

	Budget	Actual	Variance
Revenues:			
Fines, fees and forfeitures:			
GIS automation fees	\$ 150,000	175,995	25,995
Interest on investments	2,000	1,707	(293)
Miscellaneous income	5,800	15,882	10,082
	<hr/>		
Total revenues	157,800	193,584	35,784
<hr/>			
Expenditures:			
General Control and Administration:			
Personnel:			
Salaries	124,782	124,704	78
Group hospitalization	22,154	22,153	1
Personnel - payroll taxes	24,136	23,294	842
Supplies and materials:			
Consulting fees	7,500	7,500	
Training	531	400	131
EDP	600	590	10
Supplies	969	991	(22)
	<hr/>		
Total General Control and Administration	180,672	179,632	1,040
Capital Outlay	13,400	12,835	565
	<hr/>		
Total expenditures	194,072	192,467	1,605
	<hr/>		
Net change in fund balance	<u>\$ (36,272)</u>	1,117	<u>37,389</u>
Budgetary fund balance, beginning of year		<u>268,867</u>	
Budgetary fund balance, end of year		<u>\$ 269,984</u>	

MACON COUNTY, ILLINOIS

ANIMAL CONTROL FUND
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE (NON-GAAP) - BUDGET AND ACTUAL
 Year ended November 30, 2011

	Budget	Actual	Variance
Revenues:			
Intergovernmental:			
City-County contract	\$ 378,824	376,192	(2,632)
Municipality contract	5,000	1,307	(3,693)
Fines, fees and forfeitures:			
Sales tags	380,000	322,366	(57,634)
Board	8,800	4,499	(4,301)
Impound fees, destruction	6,000	2,515	(3,485)
Euthanasia	2,500	2,475	(25)
Animal adoptions	8,000	37,640	29,640
Warden	10,000	3,805	(6,195)
Offense	18,000	8,128	(9,872)
Avid chip fee	8,000	3,613	(4,387)
Citations	5,000	1,570	(3,430)
Rabies vaccination and observation	23,000	6,546	(16,454)
Spay neuter fees	32,000	8,205	(23,795)
Owner release	10,000	22,831	12,831
Trap rental	500	148	(352)
Disposal fee	1,700	1,575	(125)
Animal care fee	12,000	2,563	(9,437)
Interest on investments	1,500	45	(1,455)
Miscellaneous donations	74,200	24,177	(50,023)
Total revenues	985,024	830,200	(154,824)
Expenditures:			
Public Safety:			
Personnel:			
Salaries	636,827	586,521	50,306
Personnel - payroll taxes	125,391	118,706	6,685
Group hospitalization and fringes	141,756	141,756	
Supplies and materials:			
Vehicle maintenance, gas, and insurance	24,853	23,170	1,683
Contractual services - building	1,500	1,351	149
Dues	100	100	
Supplies	52,000	51,183	817
Telephone	4,000	3,117	883

(Continued)

MACON COUNTY, ILLINOIS

ANIMAL CONTROL FUND
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE (NON-GAAP) - BUDGET AND ACTUAL (Continued)
 Year ended November 30, 2011

	Budget	Actual	Variance
Expenditures, continued:			
Public Safety, continued:			
Supplies and materials, continued:			
Radio fees	4,000	3,151	849
Postage	500	200	300
Printing	1,000	852	148
Maintenance of equipment	500	114	386
Legal advertising	500		500
Computer/software	18,000	12,865	5,135
Training	4,000	10	3,990
Professional services	5,000	1,303	3,697
Animal disposal	1,000		1,000
Drug testing	1,000	395	605
Spay/neuter	1,500		1,500
Avid chip	6,000	4,950	1,050
Rabies vaccination	500	38	462
Uniforms	4,000	2,630	1,370
Miscellaneous	8,000	8,121	(121)
Total Public Safety	1,041,927	960,533	81,394
Capital Outlay	20,000	17,704	2,296
Total expenditures	1,061,927	978,237	83,690
Excess (deficiency) of revenues over (under) expenditures	(76,903)	(148,037)	(71,134)
Other financing sources (uses):			
Transfers out - General Fund administration	(19,600)	(19,600)	
Net change in fund balance	\$ (96,503)	(167,637)	(71,134)
Budgetary fund balance (deficit), beginning of year		(64,363)	
Budgetary fund balance (deficit), end of year		\$ (232,000)	

MACON COUNTY, ILLINOIS

**HISTORICAL MUSEUM FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE (NON-GAAP) - BUDGET AND ACTUAL
Year ended November 30, 2011**

	Budget	Actual	Variance
Revenues:			
Property taxes	\$ 35,000	32,213	(2,787)
Interest on investments		69	69
Payroll refund, Historical Society	28,769	34,259	5,490
Total revenues	<u>63,769</u>	<u>66,541</u>	<u>2,772</u>
Expenditures:			
General Control and Administration:			
Personnel:			
Salaries	47,000	47,804	(804)
Retirement/fringes	7,957	8,353	(396)
Group hospitalization	7,912	7,912	
Supplies and materials:			
Miscellaneous	100		100
Total expenditures	<u>62,969</u>	<u>64,069</u>	<u>(1,100)</u>
Excess of revenues over expenditures	800	2,472	1,672
Other financing sources (uses):			
Transfer out - General Fund	(800)	(800)	
Net change in fund balance	<u>\$ -</u>	<u>1,672</u>	<u>1,672</u>
Budgetary fund balance, beginning of year		<u>4,433</u>	
Budgetary fund balance, end of year		<u>\$ 6,105</u>	

MACON COUNTY, ILLINOIS

**LAW LIBRARY FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE (NON-GAAP) - BUDGET AND ACTUAL
Year ended November 30, 2011**

	Budget	Actual	Variance
Revenues:			
Law Library fees	\$ 57,360	64,469	7,109
Interest on investments	101	80	(21)
Miscellaneous	25	1,191	1,166
	<hr/>		
Total revenues	57,486	65,740	8,254
	<hr/>		
Expenditures:			
Judiciary and Court-Related:			
Personnel:			
Law librarian	27,809	27,916	(107)
Group hospitalization	7,912	7,912	
Personnel - payroll taxes	5,630	4,906	724
Supplies and materials:			
Election research	23,225	23,477	(252)
Supplies	106	106	
Service charge		158	(158)
Copy machine	200	200	
	<hr/>		
Total Judiciary and Court-Related	64,882	64,675	207
	<hr/>		
Capital Outlay	16,069	16,164	(95)
	<hr/>		
Total expenditures	80,951	80,839	112
	<hr/>		
Net change in fund balance	<u>\$ (23,465)</u>	<u>(15,099)</u>	<u>8,366</u>
	<hr/>		
Budgetary fund balance, beginning of year		<u>43,985</u>	
	<hr/>		
Budgetary fund balance, end of year		<u>\$ 28,886</u>	

MACON COUNTY, ILLINOIS

**AUTOMATION FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE (NON-GAAP) - BUDGET AND ACTUAL
Year ended November 30, 2011**

	Budget	Actual	Variance
Revenues:			
Fines, fees and forfeitures:			
Recorder automation fees	\$ 95,000	105,606	10,606
Interest on investments	6,500	1,757	(4,743)
Miscellaneous	350		(350)
Total revenues	101,850	107,363	5,513
Expenditures:			
General Control and Administration:			
Personnel:			
Recorder salaries	99,942	99,179	763
Personnel - payroll taxes	19,393	19,393	
Employee benefits	30,989	30,989	
Supplies and materials:			
Recorder automation expense	30,444	30,451	(7)
Total General Control and Administration	180,768	180,012	756
Capital Outlay	5,556	5,043	513
Total expenditures	186,324	185,055	1,269
Net change in fund balance	\$ (84,474)	(77,692)	6,782
Budgetary fund balance, beginning of year		311,270	
Budgetary fund balance, end of year		\$ 233,578	

MACON COUNTY, ILLINOIS

**ENVIRONMENTAL MANAGEMENT FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE (NON-GAAP) - BUDGET AND ACTUAL
Year ended November 30, 2011**

	Budget	Actual	Variance
Revenues:			
Intergovernmental:			
IEPA Solid Waste Enforcement grant	\$	58,515	58,515
Fines, fees and forfeitures:			
Landfill Host siting fees			
Disposal fees and fines	8,300	43,383	35,083
Interest on investments	5,500	4,131	(1,369)
Miscellaneous	9,000	7,056	(1,944)
Total revenues	22,800	113,085	90,285
Expenditures:			
Public Health and Welfare:			
Personnel:			
Salaries	156,053	151,863	4,190
Fringe benefits	28,437	28,925	(488)
Group hospitalization	31,648	20,439	11,209
Supplies and materials:			
Grants, Clean Community System	1,800		1,800
Grants, Municipal	27,000	26,893	107
Recycling programs	18,000	17,684	316
Consultant	3,450	1,485	1,965
Solid waste sundry	21,000	19,680	1,320
Legal contractor	12,900		12,900
Computer supplies	635	1,134	(499)
Maintenance equipment	1,050	914	136
Travel	467	62	405
Library	500	131	369
Education expense	6,500	6,658	(158)
Promotional materials	7,000	4,249	2,751
Telephone	4,012	3,212	800
Car mileage	250		250

(Continued)

MACON COUNTY, ILLINOIS

ENVIRONMENTAL MANAGEMENT FUND
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE (NON-GAAP) - BUDGET AND ACTUAL (Continued)
 Year ended November 30, 2011

	Budget	Actual	Variance
Expenditures, continued:			
Public Health and Welfare, continued:			
Supplies and materials, continued:			
Vehicle gas, oil tires	10,550	9,109	1,441
Legal advertising	250	52	198
Postage	1,740	491	1,249
Printing	2,783	1,517	1,266
Surplus property recycle	500		500
Training	4,348	1,683	2,665
IL EPA fines	250		250
Rural clean up	1,500	371	1,129
Contractual services		33,958	(33,958)
Advertising - Enforcement	45		45
Supplies	2,256	1,218	1,038
Miscellaneous	3,710	22	3,688
Total Public Health and Welfare	348,634	331,750	16,884
Capital Outlay	78,719	34,950	43,769
Total expenditures	427,353	366,700	60,653
Net change in fund balance	<u>\$ (404,553)</u>	<u>(253,615)</u>	<u>150,938</u>
Budgetary fund balance, beginning of year		<u>845,072</u>	
Budgetary fund balance, end of year		<u>\$ 591,457</u>	

MACON COUNTY, ILLINOIS

VETERANS ASSISTANCE COMMISSION FUND
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE (NON-GAAP) - BUDGET AND ACTUAL
 Year ended November 30, 2011

	Budget	Actual	Variance
Revenues:			
Property taxes	\$ 150,000	148,854	(1,146)
Interest on investments		352	352
Total revenues	150,000	149,206	(794)
Expenditures:			
Public Health and Welfare:			
Personnel:			
Salaries	87,338	87,674	(336)
Personnel - payroll taxes	17,301	16,493	808
Group hospitalization	15,824	15,824	
Supplies and materials:			
Dues	200	30	170
Supplies	4,000	2,887	1,113
EDP	3,000	1,310	1,690
Printing	250		250
Service charge	200		200
Copy machine	500	517	(17)
Veterans burial	1,000	390	610
Bus transportation	6,000	5,190	810
Maintenance of equipment	500		500
Travel	1,500	1,111	389
Telephone	1,200	1,059	141
Postage	900	796	104
Premium building contents	700		700
Miscellaneous	7,000	2,912	4,088
Total Public Health and Welfare	147,413	136,193	11,220
Capital Outlay	2,000	1,607	393
Total expenditures	149,413	137,800	11,613
Net change in fund balance	\$ 587	11,406	10,819
Budgetary fund balance, beginning of year		55,794	
Budgetary fund balance, end of year		\$ 67,200	

MACON COUNTY, ILLINOIS

SHERIFF'S GRANT FUND
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE (NON-GAAP) - BUDGET AND ACTUAL
 Year ended November 30, 2011

	Budget	Actual	Variance
Revenues:			
Intergovernmental:			
U.S. Marshall's Grant	\$ 16,000	19,256	3,256
US Marshall Gas reimbursement	3,000	3,000	
Millikin Hire Back	10,000	2,185	(7,815)
Sheriff Grant fees		3,995	3,995
Community Revenue	4,000	4,000	
Local Law Enforcement Block Grant - City of Decatur	26,793		(26,793)
Traffic Safety	85,000	81,124	(3,876)
Liquor Sting Grant	9,400	9,350	(50)
Sheriff Jail Drug Grant	11,000	11,480	480
IDOT Holiday Mobile Grant	7,820	7,820	
DHS reimbursements		1,785	1,785
SSA Incentive and SCAAP reimbursements	40,000	40,571	571
Interest income		1,489	1,489
Total revenues	213,013	186,055	(26,958)
Expenditures:			
Public Health and Welfare:			
Personnel:			
Salaries	101,713	93,927	7,786
Fringes	26,328	16,905	9,423
Hospitalization	7,912	7,912	
Supplies and materials:			
Liquor Sting Grant	9,400	9,385	15
US Marshall gas, oil expenditures	3,000	2,111	889
Auto expenditure	4,000	4,060	(60)
Traffic Safety	6,000	5,786	214
Sheriff Jail Drug Grant	11,000	8,487	2,513
Alien Assistance Grant	10,800	10,746	54
DHS Grant	4,000		4,000
Community expenditures	2,554	2,386	168
OP Supplies Law	29,200	2,462	26,738
Total expenditures	215,907	164,167	51,740
Net change in fund balance	\$ (2,894)	21,888	24,782
Budgetary fund balance, beginning of year		256,072	
Budgetary fund balance, end of year		\$ 277,960	

MACON COUNTY, ILLINOIS

WORKFORCE INVESTMENT SOLUTIONS FUND
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCE (NON-GAAP) - BUDGET AND ACTUAL
 Year ended November 30, 2011

	Budget	Actual	Variance
Revenues:			
Intergovernmental	\$ 3,144,180	2,203,622	(940,558)
Interest on investments		140	140
Miscellaneous		1,970	1,970
Total revenues	3,144,180	2,205,732	(938,448)
Expenditures:			
Public Health and Welfare:			
Personnel:			
Salaries	682,465	546,124	136,341
Group hospitalization	135,967	105,112	30,855
Payroll taxes	103,181	38,362	64,819
Retirement and fringes	16,252	55,009	(38,757)
Supplies and materials:			
Maintenance agreement	31,095	22,565	8,530
Telephone	16,079	15,623	456
Travel	9,961	8,903	1,058
Rent	972		972
Marketing	7,237	4,019	3,218
Vocational training	917,513	579,566	337,947
On-the-job training	226,885	159,405	67,480
Annual membership fees	3,987	3,987	
Equipment rental	2,400	416	1,984
Facility costs	68,288	60,409	7,879
SDA Contracts	396,788	277,349	119,439
Child care and transportation expenses	291,437	178,378	113,059
Liability	18,308	2,161	16,147
Work experience stipends	142,472	139,774	2,698
Supplies	22,311	27,351	(5,040)
Miscellaneous	7,113	723	6,390
Total expenditures	3,100,711	2,225,236	875,475
Net change in fund balance	\$ 43,469	(19,504)	(62,973)
Budgetary fund balance (deficit), beginning of year		(102,232)	
Budgetary fund balance (deficit), end of year		\$ (121,736)	

MACON COUNTY, ILLINOIS

AGENCY FUNDS

Agency Funds are used to account for resources received and held by the County as agent or trustee for individuals, private organizations, and other governmental units. The resources are expended or invested in accordance with the fiduciary agreement or applicable legislative enactment for each fund.

COUNTY COLLECTOR'S FUND -

The County Collector's Fund accounts for property tax collections and disbursements to taxing authorities.

COUNTY TREASURER'S FUNDS -

The Inheritance Tax Fund accounts for all collections for inheritance tax. The Treasurer's office transfers monies to the State of Illinois.

The General Assistance Fund accounts for all collections from the State of Illinois for General Assistance. Warrants are issued to transfer monies to the Decatur Township Office.

The Trust Fund accounts for wage deductions, monies for condemnation suits, and court ordered deposits. Warrants are issued based on court orders.

COUNTY CLERK'S FUND -

The Trust Fund accounts for deposits from delinquent taxpayers for the portion of the tax bill that is for tax buyers. Warrants are then issued to tax buyers after tax sales.

CIRCUIT CLERK'S FUNDS -

The Trust Fund charges and collects fees incurred from court cases and distributes the proceeds to the applicable governmental agencies and funds.

The Support Fund accounts for monies collected for child support and disbursed on court order.

COUNTY SHERIFF'S FUND -

The County Sheriff's Trust Fund is used only for reimbursements for overpayments on warrant billing, sheriff sale, and civil process fees.

The Correctional Center Resident Trust Fund accounts for monies held by the Sheriff as trustee for jail detainees that can be used for commissary purchases. Any balance remaining is returned to the detainees upon release or transfer.

TOWNSHIP ROAD FUND

The Township Road Fund - Motor Fuel Tax provides for disbursements to Township in Macon County for road repairs. The Highway Department is custodian of funds provided by state motor fuel tax designed for each township.

MACON COUNTY, ILLINOIS

COMBINING STATEMENT OF ASSETS AND LIABILITIES

FIDUCIARY FUNDS

November 30, 2011

	County Collector's Fund	County Treasurer's Funds	County Clerk's Fund
Assets			
Cash	\$ 5,915,625	104,406	212,403
Investments	82,851	655	
Accrued interest receivable			
Due from other governmental agencies			
Due from State of Illinois - allotment			
Total assets	<u>5,998,476</u>	<u>105,061</u>	<u>212,403</u>
Liabilities			
Due to other governmental agencies		5,777	
Deposits payable	161,049	99,284	13,372
Due to taxing districts	5,837,427		
Due to tax buyers			199,031
Total liabilities	<u>\$ 5,998,476</u>	<u>105,061</u>	<u>212,403</u>

Circuit Clerk's Funds	County Sheriff's Funds	Township Road Fund	Total
1,724,563	32,658	1,193,500	9,183,155
600,000		183	683,689
7,091			7,091
		35,506	35,506
		89,290	89,290
<u>2,331,654</u>	<u>32,658</u>	<u>1,318,479</u>	<u>9,998,731</u>
50,926		1,318,479	1,375,182
2,280,728	32,658		2,587,091
			5,837,427
			199,031
<u>2,331,654</u>	<u>32,658</u>	<u>1,318,479</u>	<u>9,998,731</u>

MACON COUNTY, ILLINOIS

COUNTY COLLECTOR'S FUND
STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
Year ended November 30, 2011

	Balance November 30, 2010	Additions	Deductions	Balance November 30, 2011
Assets				
Cash	\$ 5,605,913	2,129,060	1,819,348	5,915,625
Investments	61,954	135,373,828	135,352,931	82,851
Total assets	5,667,867	137,502,888	137,172,279	5,998,476
Liabilities				
Due to other funds		639,238	639,238	
Deposits payable	187,318	670,396	696,665	161,049
Due to taxing districts	5,480,549	136,193,254	135,836,376	5,837,427
Total liabilities	\$ 5,667,867	137,502,888	137,172,279	5,998,476

MACON COUNTY, ILLINOIS

COUNTY TREASURER'S FUNDS
 STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
 Year ended November 30, 2011

	Balance November 30, 2010	Additions	Deductions	Balance November 30, 2011
<u>Inheritance Tax Fund</u>				
Assets				
Cash	\$ 4,937	171,140	171,862	4,215
Investments	44			44
Total assets	<u>4,981</u>	<u>171,140</u>	<u>171,862</u>	<u>4,259</u>
Liabilities				
Due to other funds		(1,158)	(1,158)	
Due to other governmental agencies	4,981	172,298	173,020	4,259
Total liabilities	<u>4,981</u>	<u>171,140</u>	<u>171,862</u>	<u>4,259</u>
<u>General Assistance Fund</u>				
Assets				
Cash	1,650	3	135	1,518
Liabilities				
Due to other governmental agencies	1,650	3	135	1,518
<u>Trust Fund</u>				
Assets				
Cash	82,293	35,552	19,172	98,673
Investments	611			611
Total assets	<u>82,904</u>	<u>35,552</u>	<u>19,172</u>	<u>99,284</u>
Liabilities				
Deposits payable	82,904	35,552	19,172	99,284
<u>Total Funds</u>				
Assets				
Cash	88,880	206,695	191,169	104,406
Investments	655			655
Total assets	<u>89,535</u>	<u>206,695</u>	<u>191,169</u>	<u>105,061</u>
Liabilities				
Due to other funds		(1,158)	(1,158)	
Due to other governmental agencies	6,631	172,301	173,155	5,777
Deposits payable	82,904	35,552	19,172	99,284
Total liabilities	<u>\$ 89,535</u>	<u>206,695</u>	<u>191,169</u>	<u>105,061</u>

MACON COUNTY, ILLINOIS

COUNTY CLERK'S FUND

STATEMENT OF CHANGES IN ASSETS AND LIABILITIES

Year ended November 30, 2011

	Balance November 30, 2010	Additions	Deductions	Balance November 30, 2011
<hr/>				
Trust Fund				
Assets				
Cash	\$ 223,220	2,797,805	2,808,622	<u>212,403</u>
Liabilities				
Deposits payable	12,121	1,251		13,372
Due to tax buyers	211,099	2,796,554	2,808,622	<u>199,031</u>
Total liabilities	<u>\$ 223,220</u>	<u>2,797,805</u>	<u>2,808,622</u>	<u>212,403</u>

MACON COUNTY, ILLINOIS

CIRCUIT CLERK'S FUNDS
STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
Year ended November 30, 2011

	Balance November 30, 2010	Additions	Deductions	Balance November 30, 2011
Trust Fund				
Assets				
Cash	\$ 1,928,794	6,987,819	7,205,636	1,710,977
Certificates of deposit	500,752	103,555	4,307	600,000
Accrued interest	2,558	7,091	2,558	7,091
Total assets	2,432,104	7,098,465	7,212,501	2,318,068
Liabilities				
Deposits payable	2,384,386	2,559,163	2,676,407	2,267,142
Due to other governmental agencies	47,718	644,692	641,484	50,926
Due to other funds		3,894,610	3,894,610	
Total liabilities	2,432,104	7,098,465	7,212,501	2,318,068
Support Fund				
Assets				
Cash	12,461	1,144,527	1,143,402	13,586
Liabilities				
Deposits payable	12,461	1,068,401	1,067,276	13,586
Due to other funds		76,126	76,126	
Total liabilities	12,461	1,144,527	1,143,402	13,586
Total Circuit Clerk's Funds				
Assets				
Cash	1,941,255	8,132,346	8,349,038	1,724,563
Certificates of deposit	500,752	103,555	4,307	600,000
Accrued interest	2,558	7,091	2,558	7,091
Total assets	2,444,565	8,242,992	8,355,903	2,331,654
Liabilities				
Deposits payable	2,396,847	3,627,564	3,743,683	2,280,728
Due to other governmental agencies	47,718	644,692	641,484	50,926
Due to other funds		3,970,736	3,970,736	
Total liabilities	\$ 2,444,565	8,242,992	8,355,903	2,331,654

MACON COUNTY, ILLINOIS

COUNTY SHERIFF'S FUNDS
 STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
 Year ended November 30, 2011

	Balance November 30, 2010	Additions	Deductions	Balance November 30, 2011
<u>County Sheriff's Trust Fund</u>				
Assets				
Cash	\$ 4,153	286	286	4,153
Liabilities				
Deposits payable	4,153	286	286	4,153
<u>Correctional Center Resident Trust Fund</u>				
Assets				
Cash	25,374	516,164	513,033	28,505
Liabilities				
Deposits payable	25,374	516,164	513,033	28,505
<u>Total Sheriff's Funds</u>				
Assets				
Cash	29,527	516,450	513,319	32,658
Liabilities				
Deposits payable	\$ 29,527	516,450	513,319	32,658

MACON COUNTY, ILLINOIS

TOWNSHIP ROAD FUND
 STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
 Year ended November 30, 2011

	Balance November 30, 2010	Additions	Deductions	Balance November 30, 2011
Township Road Fund - Motor Fuel Tax				
Assets				
Cash	\$ 1,109,927	1,151,347	1,067,774	1,193,500
Investment	183			183
Due from other governmental agencies	26,211	35,506	26,211	35,506
Due from State of Illinois - allotment	90,373	89,290	90,373	89,290
	<hr/>			
Total assets	1,226,694	1,276,143	1,184,358	1,318,479
	<hr/>			
Liabilities				
Due to other funds		6,000	6,000	
Due to other governmental agencies	1,226,694	1,270,143	1,178,358	1,318,479
	<hr/>			
Total liabilities	\$ 1,226,694	1,276,143	1,184,358	1,318,479
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MACON COUNTY, ILLINOIS

**TOTAL ALL AGENCY FUNDS
STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
Year ended November 30, 2011**

	Balance November 30, 2010	Additions	Deductions	Balance November 30, 2011
Assets				
Cash	\$ 8,998,722	14,933,703	14,749,270	9,183,155
Investments	563,544	135,477,383	135,357,238	683,689
Accrued interest receivable	2,558	7,091	2,558	7,091
Due from other governmental agencies	26,211	35,506	26,211	35,506
Due from State of Illinois - allotment	90,373	89,290	90,373	89,290
Total assets	9,681,408	150,542,973	150,225,650	9,998,731
Liabilities				
Due to other governmental agencies	1,281,043	2,087,136	1,992,997	1,375,182
Due to other funds		4,614,816	4,614,816	
Deposits payable	2,708,717	4,851,213	4,972,839	2,587,091
Due to taxing districts	5,480,549	136,193,254	135,836,376	5,837,427
Due to tax buyers	211,099	2,796,554	2,808,622	199,031
Total liabilities	\$ 9,681,408	150,542,973	150,225,650	9,998,731

MACON COUNTY, ILLINOIS

STATISTICAL SECTION

This part of Macon County, Illinois' comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the County's overall financial health.

Contents

Financial Trends

These schedules contain trend information to help readers understand how the County's financial performance and well-being have changed over time.

Revenue Capacity

These schedules contain information to help readers assess the County's most significant local revenue source - its property tax.

Debt Capacity

These schedules present information to help readers assess the affordability of the County's current levels of outstanding debt and the County's ability to issue additional debt in the future.

Demographic and Economic Information

These schedules offer demographic and economic indicators to help readers understand the environment within which the County's financial activities take place.

Operating Information

These schedules contain service and infrastructure data to help readers understand how the information in the County's financial report relates to the services the County provides and the activities it performs.

Except where noted, the information in these schedules is derived from Macon County, Illinois' comprehensive annual financial reports for the relevant year. The County implemented GASB Statement 34 in 2003; schedules presenting government-wide information include information beginning that year.

MACON COUNTY, ILLINOIS

**NET ASSETS BY COMPONENT
LAST NINE FISCAL YEARS**

(Prepared using the accrual basis of accounting)

	2011	2010	2009	2008
Governmental activities:				
Invested in capital assets, net of related debt	\$ 40,900,206	46,932,054	25,165,706	26,844,685
Restricted	19,698,652		61,553	91,352
Unrestricted	11,656,481	26,415,656	32,779,098	34,537,452
	<hr/>			
Total governmental activities net assets	72,255,339	73,347,710	58,006,357	61,473,489
	<hr/>			
Business-type activities:				
Invested in capital assets, net of related debt	274,093	74,356	88,534	
Restricted			307,495	
Unrestricted	1,918,394	2,084,177	1,507,640	
	<hr/>			
Total business-type activities net assets	2,192,487	2,158,533	1,903,669	-
	<hr/>			
Primary government:				
Invested in capital assets, net of related debt	41,174,299	47,006,410	25,254,240	26,844,685
Restricted	19,698,652		369,048	91,352
Unrestricted	13,574,875	28,499,833	34,286,738	34,537,452
	<hr/>			
Total primary government net assets	\$ 74,447,826	75,506,243	59,910,026	61,473,489
	<hr/>			

Note: Entity-wide financial information for the County government as a whole is available beginning in fiscal year 2003, the year GASB Statement No. 34 was implemented.

Note: The Decatur Public Building Commission is considered a Blended Component Unit beginning in fiscal year 2010. Comparative data for 2009 is included as the Commission restated the 2009 financial statements to retroactively report the change in reporting. Information for prior years is not presented.

2007	2006	2005	2004	2003
28,636,255	12,699,438	12,984,934	6,658,161	6,380,924
106,493	429,487	6,402,105	3,736,880	3,333,021
34,603,813	33,852,391	21,694,693	23,577,294	23,168,978
63,346,561	46,981,316	41,081,732	33,972,335	32,882,923

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28,636,255	12,699,438	12,984,934	6,658,161	6,380,924
106,493	429,487	6,402,105	3,736,880	3,333,021
34,603,813	33,852,391	21,694,693	23,577,294	23,168,978
63,346,561	46,981,316	41,081,732	33,972,335	32,882,923

MACON COUNTY, ILLINOIS

**CHANGES IN NET ASSETS
LAST NINE FISCAL YEARS**

(Prepared using the accrual basis of accounting)

	2011	2010	2009
Expenses:			
Governmental activities:			
General control and administration	\$ 7,184,382	9,697,557	9,269,751
Public safety	13,367,326	11,539,009	13,748,618
Judiciary and court-related	8,448,670	7,634,752	9,074,775
Public health and welfare	10,251,619	10,926,305	11,636,433
Transportation	6,599,454	7,918,036	8,445,713
Interest on long-term debt	227,944	296,242	38,132
Total governmental activities expenses	<u>46,079,395</u>	<u>48,011,901</u>	<u>52,213,422</u>
Business-type activities:			
Decatur Public Building Commission	<u>3,462,329</u>	<u>3,339,612</u>	<u>3,650,280</u>
Total business-type activities expenses	<u>3,462,329</u>	<u>3,339,612</u>	<u>3,650,280</u>
Total primary government expenses	<u><u>49,541,724</u></u>	<u><u>51,351,513</u></u>	<u><u>55,863,702</u></u>
Program Revenues:			
Governmental activities:			
Charges for services:			
General government	2,092,862	2,121,306	2,117,617
Public safety	1,531,731	1,547,196	1,489,165
Judiciary and court-related	2,822,799	2,891,779	2,993,428
Other activities	1,011,329	859,130	997,452
Operating grants and contributions	12,442,302	14,188,230	14,005,544
Capital grants and contributions	453,195	47,673	732,095
Total governmental activities program revenues	<u>20,354,218</u>	<u>21,655,314</u>	<u>22,335,301</u>
Business-type activities:			
Charges for services:			
Decatur Public Building Commission	<u>573,764</u>	<u>18,883</u>	<u>3,633,235</u>
Total business-type activities program revenues	<u>573,764</u>	<u>18,883</u>	<u>3,633,235</u>
Total primary government program revenues	<u><u>\$ 20,927,982</u></u>	<u><u>21,674,197</u></u>	<u><u>25,968,536</u></u>

Note: Entity-wide financial information for the County government as a whole is available beginning in fiscal year 2003, the year GASB Statement No. 34 was implemented.

Note: The Decatur Public Building Commission is considered a Blended Component Unit beginning in fiscal year 2010. Comparative data for 2009 is included as the Commission restated the 2009 financial statements to retroactively report the change in reporting. Information for prior years is not presented.

(Continued)

2008	2007	2006	2005	2004	2003
9,160,744	9,421,696	10,384,209	8,830,625	8,391,661	8,958,859
14,054,775	13,637,829	9,715,600	11,444,061	11,532,508	9,470,243
9,115,238	8,037,076	6,299,870	6,190,711	6,287,988	5,663,855
11,497,511	9,637,112	8,954,194	8,745,459	8,510,230	7,961,185
6,962,170	6,897,914	4,877,917	5,027,838	8,657,610	3,977,462
50,442	42,247	51,688	414,085	433,837	433,567
50,840,880	47,673,874	40,283,478	40,652,779	43,813,834	36,465,171
-	-	-	-	-	-
50,840,880	47,673,874	40,283,478	40,652,779	43,813,834	36,465,171
2,354,360	2,195,857	2,103,590	2,102,326	2,296,057	2,042,848
1,581,616	1,380,536	1,370,284	1,323,488	1,304,160	1,227,747
2,637,566	2,674,929	2,480,065	2,490,949	2,382,172	2,004,940
761,205	733,117	686,144	656,019	520,797	454,994
14,737,366	13,519,377	13,164,103	16,303,449	12,690,489	12,801,276
22,072,113	20,503,816	19,804,186	22,876,231	19,193,675	18,531,805
-	-	-	-	-	-
22,072,113	20,503,816	19,804,186	22,876,231	19,193,675	18,531,805

MACON COUNTY, ILLINOIS

**CHANGES IN NET ASSETS
LAST NINE FISCAL YEARS (Continued)
(Prepared using the accrual basis of accounting)**

	2011	2010	2009
Net (expense) revenue:			
Governmental activities	\$ (25,725,177)	(26,356,587)	(29,878,121)
Business-type activities	(2,888,565)	(3,320,729)	(17,045)
Total primary government net expense (revenues)	(28,613,742)	(29,677,316)	(29,895,166)
General Revenues and Other Changes in Net Assets:			
Governmental activities:			
Taxes:			
Property taxes	17,149,602	17,001,022	16,248,038
Sales taxes	5,976,995	5,883,667	5,564,180
Other taxes	2,014,766	2,262,050	2,281,553
Investment earnings	102,321	169,650	252,218
Miscellaneous	2,284,679	2,675,427	2,065,000
Internal transfers - rent	(2,895,557)	(3,546,428)	
Total governmental activities	24,632,806	24,445,388	26,410,989
Business-type activities:			
Investment earnings	26,387	39,542	46,918
Miscellaneous	575	333	942
Loss on disposal of capital assets		(10,710)	(35,051)
Internal transfers - rent	2,895,557	3,546,428	
Total business-type activities	2,922,519	3,575,593	12,809
Total primary government general revenues and other changes in net assets	27,555,325	28,020,981	26,423,798
Change in net assets:			
Governmental activities	(1,092,371)	(1,911,199)	(3,467,132)
Business-type activities	33,954	254,864	(4,236)
Total primary government change in net assets	\$ (1,058,417)	(1,656,335)	(3,471,368)

2008	2007	2006	2005	2004	2003
(28,768,767)	(27,170,058)	(20,479,292)	(17,776,548)	(24,620,159)	(17,933,366)
(28,768,767)	(27,170,058)	(20,479,292)	(17,776,548)	(24,620,159)	(17,933,366)
15,759,831	14,956,074	15,507,295	14,420,074	16,052,100	15,686,659
6,010,009	5,905,221	5,902,593	5,757,499	5,266,907	3,722,735
2,522,896	2,409,412	2,223,615	2,039,441	1,599,709	1,610,643
700,547	1,294,699	1,199,480	566,649	323,540	203,226
1,902,412	1,971,218	1,820,732	1,890,985	2,467,316	1,500,168
26,895,695	26,536,624	26,653,715	24,674,648	25,709,572	22,723,431
-	-	-	-	-	-
26,895,695	26,536,624	26,653,715	24,674,648	25,709,572	22,723,431
(1,873,072)	(633,434)	6,174,423	6,898,100	1,089,413	4,790,065
(1,873,072)	(633,434)	6,174,423	6,898,100	1,089,413	4,790,065

MACON COUNTY, ILLINOIS

FUND BALANCES, GOVERNMENTAL FUNDS

LAST TEN FISCAL YEARS

(Prepared using the modified accrual basis of accounting)

	2011	2010	2009	2008
General Fund:				
Reserved	\$	223,566	247,728	301,915
Unreserved		8,725,715	8,549,767	8,252,424
Nonspendable	47,725			
Restricted	21,198			
Committed	2,700,820			
Unassigned	7,173,566			
	<hr/>			
Total general fund	9,943,309	8,949,281	8,797,495	8,554,339
	<hr/>			
All Other Governmental Funds:				
Reserved		6,537,996	5,196,210	4,953,122
Unreserved, reported in:				
Special revenue funds		18,861,173	21,374,170	23,947,602
Capital projects funds		61,786	61,553	91,352
Nonspendable	4,416,341			
Restricted	19,677,454			
Committed	600,000			
Unassigned	(353,736)			
	<hr/>			
Total all other governmental funds	\$ 24,340,059	25,460,955	26,631,933	28,992,076
	<hr/>			

Note: During 2011, the County adopted GASB Statement No. 54 which changed reporting standards for governmental fund balances.

2007	2006	2005	2004	2003	2002
320,873	374,000	335,580	344,028	325,342	52,541
6,467,445	4,199,370	1,930,881	513,469	(310,780)	(968,055)
6,788,318	4,573,370	2,266,461	857,497	14,562	(915,514)
5,313,756	4,875,463	7,140,198	3,326,728	2,852,857	26,159
23,227,450	25,231,682	18,953,264	20,507,992	21,105,874	21,499,359
106,493	109,881	114,555	409,730	214,778	
28,647,699	30,217,026	26,208,017	24,244,450	24,173,509	21,525,518

MACON COUNTY, ILLINOIS

CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS

(Prepared using the modified accrual basis of accounting)

	2011	2010	2009	2008
Revenues:				
Taxes	\$ 25,141,364	25,146,739	24,093,771	24,292,736
Intergovernmental	14,071,449	14,717,277	15,113,852	15,053,144
Fines, fees and forfeitures	6,620,209	6,617,717	6,888,443	6,643,508
Licenses and permits	287,576	279,007	213,712	241,622
Investment earnings	102,243	169,552	252,045	699,688
Miscellaneous revenues	2,309,131	2,692,602	2,117,751	2,005,191
Total revenues	48,531,972	49,622,894	48,679,574	48,935,889
Expenditures:				
General control and administration	6,908,101	9,262,094	8,927,804	8,725,566
Public safety	14,792,916	12,983,804	13,437,092	13,204,313
Judiciary and court-related	9,410,941	8,729,505	9,206,354	8,433,313
Public health and welfare	10,082,133	10,885,605	11,528,447	10,911,602
Transportation	4,098,831	3,897,990	3,837,905	3,479,896
Capital outlay	1,490,449	3,016,529	3,496,728	2,331,931
Debt service:				
Principal	1,454,825	1,923,029	61,935	87,797
Interest	227,944	296,242	38,132	50,442
Total expenditures	48,466,140	50,994,798	50,534,397	47,224,860
Excess (deficiency) of revenues over (under) expenditures	65,832	(1,371,904)	(1,854,823)	1,711,029
Other financing sources (uses):				
Capital lease proceeds				
Loan proceeds				
Refinancing payments				
Transfers in	663,458	758,006	843,811	738,772
Transfers out	(856,158)	(1,008,006)	(1,105,975)	(888,772)
Total other financing sources (uses)	(192,700)	(250,000)	(262,164)	(150,000)
Net change in fund balances	\$ (126,868)	(1,621,904)	(2,116,987)	1,561,029
Debt service as a percentage of noncapital expenditures				
	3.58%	4.63%	0.21%	0.31%
Debt service as a percentage of total expenditures				
	3.47%	4.35%	0.20%	0.29%
Ratio of capital outlay to total expenditures				
	3.08%	5.92%	6.92%	4.94%

2007	2006	2005	2004	2003	2002
23,270,707	23,633,503	22,217,014	22,918,716	21,020,037	19,315,963
13,875,412	13,572,273	16,674,267	13,030,618	13,135,830	13,553,447
6,388,513	5,977,479	5,947,761	5,964,843	5,276,095	6,339,340
239,891	254,434	254,203	198,214	119,880	90,953
1,294,021	1,198,017	565,332	322,822	202,805	437,313
1,948,249	1,820,732	1,888,737	2,465,857	1,500,168	1,252,459
47,016,793	46,456,438	47,547,314	44,901,070	41,254,815	40,989,475
8,591,866	9,815,467	8,027,914	7,480,110	8,251,404	7,492,415
13,049,148	9,323,558	10,984,285	11,283,184	9,466,188	9,863,964
7,872,428	6,180,166	6,049,224	6,203,159	5,550,206	6,756,603
9,317,880	8,632,064	8,348,134	8,103,792	7,705,262	8,380,261
5,277,127	3,785,442	3,745,609	7,267,977	5,267,006	5,514,115
1,959,107	2,164,129	6,491,796	2,700,159	3,938,078	1,535,835
66,369	54,954	692,275	511,557	614,183	487,624
42,247	51,688	413,237	436,135	444,422	444,331
46,176,172	40,007,468	44,752,474	43,986,073	41,236,749	40,475,148
840,621	6,448,970	2,794,840	914,997	18,066	514,327
				106,093	
			182,879	2,589,202	
				(1,309,191)	
1,833,529	4,959,152	2,147,121	1,977,160	1,699,967	216,655
(2,028,529)	(5,088,152)	(2,266,121)	(2,161,160)	(1,809,467)	(514,354)
(195,000)	(129,000)	(119,000)	(1,121)	1,276,604	(297,699)
645,621	6,319,970	2,675,840	913,876	1,294,670	216,628
0.25%	0.28%	2.89%	2.30%	2.84%	2.39%
0.24%	0.27%	2.47%	2.15%	2.57%	2.30%
4.24%	5.41%	14.51%	6.14%	9.55%	3.79%

MACON COUNTY, ILLINOIS

**TAX REVENUES BY SOURCE, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS**

(Prepared using the modified accrual basis of accounting)

Fiscal year ended November 30		Property	Retailer's Occupational	Other	Total
2002	\$	14,467,514	3,020,464	1,827,985	19,315,963
2003		15,686,659	3,722,735	1,610,643	21,020,037
2004		16,052,100	5,266,907	1,599,709	22,918,716
2005		14,420,074	5,757,499	2,039,441	22,217,014
2006		15,507,295	5,902,593	2,223,615	23,633,503
2007		14,956,074	5,905,221	2,409,412	23,270,707
2008		15,759,831	6,010,009	2,522,896	24,292,736
2009		16,248,038	5,564,180	2,281,553	24,093,771
2010		17,001,022	5,883,667	2,262,050	25,146,739
2011		17,149,602	5,976,995	2,014,766	25,141,363

MACON COUNTY, ILLINOIS

**ASSESSED VALUATION AND ESTIMATED ACTUAL VALUATION
LAST TEN TAX LEVY YEARS**

Year Property Assessed	Fiscal Year Ended	Real Estate		Railroads	
		Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value
2001	2002	\$ 1,206,961,765	3,582,095,677	11,263,206	33,789,618
2002	2003	1,257,587,721	3,738,040,602	11,574,187	34,722,561
2003	2004	1,332,089,906	3,960,081,273	12,062,815	36,188,445
2004	2005	1,310,728,120	3,932,184,360	11,780,781	35,342,343
2005	2006	1,374,064,456	4,122,193,368	12,117,906	36,353,718
2006	2007	1,435,141,676	4,305,425,028	14,270,070	42,810,210
2007	2008	1,508,990,727	4,526,972,181	16,226,554	48,679,662
2008	2009	1,548,760,053	4,646,280,159	18,914,828	56,744,484
2009	2010	1,596,487,575	4,789,462,725	23,571,226	70,713,678
2010	2011	1,600,599,923	4,801,799,769	23,986,508	71,959,524

Source: Macon County Clerk's Office

Note: Property in the County of Macon, Illinois is reassessed every year. The County assesses property at approximately 33.3% of actual value. Estimated actual value is calculated by dividing taxable value by that percentage. Assessed value includes tax-exempt property.

Total Assessed Value	Estimated Actual Value	Ratio of Total Assessed to Total Estimated Actual Value	Total Direct Tax Rate
1,218,224,971	3,615,885,295	33 1/3	1.3819
1,269,161,908	3,772,763,163	33 1/3	1.4135
1,344,152,721	3,996,269,718	33 1/3	1.3829
1,322,508,901	3,967,526,703	33 1/3	1.2720
1,386,182,362	4,158,547,086	33 1/3	1.3233
1,449,411,746	4,348,235,238	33 1/3	1.1983
1,525,217,281	4,575,651,843	33 1/3	1.2032
1,567,674,881	4,703,024,643	33 1/3	1.2067
1,620,058,801	4,860,176,403	33 1/3	1.2209
1,624,586,431	4,873,759,293	33 1/3	1.2279

MACON COUNTY, ILLINOIS

**SCHEDULE OF PROPERTY TAX RATES
ALL DIRECT AND OVERLAPPING GOVERNMENTS
LAST TEN TAX LEVY YEARS
(Per \$ 100 of Assessed Valuation)**

Governmental Unit	Year of Levy				
	2010	2009	2008	2007	2006
County of Macon, direct rates:					
General Corporate Fund	0.25000	0.2443	0.2321	0.2386	0.2500
County Highway Fund	0.09234	0.0926	0.0957	0.0852	0.0897
Special Bridge Fund	0.03171	0.0318	0.0328	0.0321	0.0338
Illinois Municipal Retirement Fund	0.15094	0.1575	0.1588	0.1410	0.0690
Federal Aid Matching Fund	0.02709	0.0272	0.0281	0.0272	0.0286
Historical Museum Fund	0.00200	0.0020	0.0019	0.0020	0.0020
County Health Department Fund	0.10225	0.1024	0.1042	0.0921	0.0821
Insurance Liability Fund	0.00924	0.0000	0.0000	0.0066	0.0138
Veterans Commission Fund	0.00924	0.0093	0.0051	0.0052	0.0062
708 Board Fund	0.14224	0.1425	0.1416	0.1397	0.1500
Judgment Repayment Fund	0.00000	0.0000	0.0000	0.0164	0.0207
Law Facilities Center Fund					
Social Security Tax Fund	0.06725	0.0674	0.0697	0.0794	0.0669
Decatur Public Building Commission Lease Fund	0.31977	0.3208	0.3128	0.3131	0.3596
Building Renovation Fund					
Macon County Coop Extension	0.02382	0.0231	0.0239	0.0246	0.0259
Total direct rates	1.22789	1.2209	1.2067	1.2032	1.1983
City of Decatur	1.2435	1.2167	1.2064	1.2324	1.2418
Conservation District	0.1015	0.1002	0.1026	0.1035	0.1056
Decatur Park District	1.0379	1.0379	1.0382	1.0280	1.0288
Decatur Sanitary District	0.2610	0.2601	0.2640	0.2727	0.2644
Decatur Township	0.2965	0.2819	0.2739	0.2745	0.2691
Hickory Point Township	0.3231	0.3070	0.3006	0.2948	0.3009
Richland Community College	0.4325	0.3947	0.3943	0.3941	0.3868
Decatur School District	4.2872	4.3487	4.3361	4.3615	4.3107
Mt. Zion School District	4.0338	4.0108	3.9553	3.9824	3.9197

Note: Taxes are collected during the year following the year taxes are levied.

Source: Macon County Clerk's Office

Year of Levy				
2005	2004	2003	2002	2001
0.2447	0.2500	0.2500	0.2500	0.2400
0.0893	0.0901	0.0853	0.0849	0.0960
0.0500	0.0339	0.0316	0.0314	0.0339
0.0974	0.0756	0.1098	0.1111	0.0771
0.0285	0.0287	0.0269	0.0267	0.0289
0.0020	0.0020	0.0020	0.0020	0.0020
0.1054	0.1070	0.1070	0.1070	0.1034
0.0260	0.0547	0.0581	0.0615	0.0610
0.0066	0.0069	0.0068	0.0070	0.0070
0.1500	0.1500	0.1500	0.1500	0.1500
0.0216	0.0340	0.0413	0.0585	0.0610
	0.1792	0.2594	0.2679	0.2729
0.0700	0.0699	0.0716	0.0733	0.0643
0.4047				
	0.1626	0.1559	0.1594	0.1608
0.0271	0.0274	0.0272	0.0228	0.0236
1.3233	1.2720	1.3829	1.4135	1.3819
1.2699	1.2717	1.1934	1.2796	1.2857
0.1088	0.1146	0.1146	0.1082	0.1052
1.0141	0.9988	0.9988	0.9988	0.9325
0.2828	0.2964	0.2964	0.2616	0.3047
0.2679	0.2664	0.2775	0.2494	0.2653
0.3006	0.3022	0.2913	0.3010	0.3005
0.3889	0.3895	0.3895	0.3839	0.3723
4.3201	4.1670	4.1670	4.0734	3.9862
3.9851	4.0149	3.9609	3.9901	3.9629

MACON COUNTY, ILLINOIS

**PRINCIPAL TAXPAYERS
CURRENT YEAR AND NINE YEARS AGO**

Taxpayer	Type of Business Property	2011 Equalized Assessed Valuation	Percentage of Total 2011 Equalized Assessed Valuation	2011 Rank
Archer Daniels Midland Co.	Industrial	\$ 29,644,321	1.82%	1
Decatur Memorial Health Foundation	Health	17,320,340	1.07%	2
Hickory Point, LLC	Retail	11,660,600	0.72%	3
Wal-Mart Stores, Inc.	Retail	7,794,166	0.48%	4
Caterpillar, Inc.	Industrial	7,289,240	0.45%	5
Ventas, Inc.	Medical Buildings	6,025,442	0.37%	6
Ameren Illinois	Utility	4,432,899	0.27%	7
Pittsburg Plate Glass Co.	Industrial	3,976,935	0.24%	8
Tate and Lyle North America	Industrial	3,429,614	0.21%	9
Millikin University	Education	3,166,667	0.19%	10
		<u>\$ 94,740,224</u>	<u>5.82%</u>	

Total 2011 County assessed valuation

\$ 1,624,586,431

Taxpayer	Type of Business Property	2002 Equalized Assessed Valuation	Percentage of Total 2002 Equalized Assessed Valuation	2002 Rank
Archer Daniels Midland Co.	Industrial	\$ 28,707,794	2.26%	1
CWB Investments	Retail	9,628,398	0.76%	2
Wal-Mart Stores, Inc.	Retail	8,089,076	0.64%	3
Caterpillar, Inc.	Industrial	6,912,463	0.54%	4
Decatur Memorial Foundation	Hospital Grounds	5,154,197	0.41%	5
Pittsburg Plate Glass Co.	Industrial	3,776,654	0.30%	6
Millikin University	University apartments	3,584,553	0.28%	7
Tate and Lyle North America	Industrial	3,546,927	0.28%	8
Northgate Limited Partnership	Retail	3,496,908	0.28%	9
Illinois Power Company	Utility	3,279,687	0.26%	10
		<u>\$ 76,176,657</u>	<u>6.00%</u>	

Total 2002 County assessed valuation

\$ 1,269,161,908

Source: Macon County Supervisor of Assessments

MACON COUNTY, ILLINOIS

**PROPERTY TAX LEVIES AND COLLECTIONS - COUNTY FUNDS
LAST TEN TAX LEVY YEARS**

	Tax Levy Year			
	2010	2009	2008	2007
Tax Extensions:				
General Corporate Fund	\$ 4,061,467	3,958,452	3,638,887	3,638,864
County Highway Fund	1,500,143	1,500,012	1,500,108	1,300,095
Special Bridge Fund	515,156	515,017	515,138	489,137
Illinois Municipal Retirement Fund	2,452,151	2,552,079	2,488,684	2,150,099
Federal Aid Matching Fund	440,100	440,008	440,046	415,012
Historical Museum Fund	32,492	32,401	29,002	30,504
County Health Department Fund	1,662,310	1,660,575	1,635,688	1,407,190
Insurance Liability Fund	150,112			100,054
Veterans Commission Fund	150,112	150,017	80,108	80,074
708 Board Fund	2,312,440	2,312,474	2,223,361	2,135,853
Judgment Repayment Fund				250,136
Law Facilities Center Fund				
Social Security Tax Fund	1,092,535	1,092,568	1,092,513	1,211,023
Decatur Public Building Commission Lease Fund	5,194,941	5,196,662	4,904,157	4,775,913
Building Renovation Macon County Extension	387,225	375,896	375,848	375,846
Total	\$ 19,951,184	19,786,161	18,923,540	18,359,800
Total Collections	19,833,753	19,674,965	18,835,124	18,245,426
Percentage of extensions collected	99.41%	99.44%	99.53%	99.38%

Note: Taxes are collected during the year following the year taxes are levied.

Subsequent year collections are not presented because there was no subsequent adjustment to the levy.

Source: Macon County Clerk's Office and Macon County Treasurer's Office

Tax Levy Year					
2006	2005	2004	2003	2002	2001
3,623,529	3,392,410	3,309,657	3,330,292	3,144,033	2,896,768
1,300,122	1,238,279	1,192,800	1,136,293	1,067,711	1,158,704
489,032	465,065	448,790	420,947	394,889	409,167
1,000,094	1,350,005	1,000,840	1,462,659	1,397,206	930,584
415,111	395,063	379,949	358,337	335,782	348,818
28,988	27,724	26,477	26,642	25,152	24,139
1,190,950	1,461,774	1,416,590	1,425,336	1,397,271	1,300,121
200,019	360,131	724,153	773,957	773,430	736,260
90,009	92,043	91,347	90,583	88,032	84,488
2,176,708	2,080,719	1,985,873	1,998,134	1,958,792	1,886,057
300,028	300,109	450,113	550,162	735,701	736,260
		2,372,362	3,455,503	3,369,139	3,293,860
970,091	970,052	925,380	953,793	921,828	776,091
5,211,504	5,609,890				
		2,152,601	2,076,764	2,004,631	1,940,836
375,671	375,612	362,753	362,327	297,737	296,740
17,371,856	18,118,876	16,839,685	18,421,729	17,911,334	16,818,893
17,375,414	18,047,742	16,801,523	18,410,806	17,843,535	16,765,230
100.02%	99.61%	99.77%	99.94%	99.62%	99.68%

MACON COUNTY, ILLINOIS

**LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS**

	2011	2010	2009	2008
Debt limit	\$ 46,706,860	46,576,691	45,070,653	43,849,997
Total net debt applicable to limit	<hr/>			
Legal debt margin	<u>\$ 46,706,860</u>	<u>46,576,691</u>	<u>45,070,653</u>	<u>43,849,997</u>
Total net debt applicable to the limit as a percentage of debt limit	0.00%	0.00%	0.00%	0.00%

Legal Debt Margin Calculation for Fiscal Year 2010

Assessed value (2010 tax year)	<u>\$1,624,586,431</u>
Debt limit (2.875% of assessed value)	<u>46,706,860</u>
Debt outstanding applicable to limit: None	<hr/>
Total net debt applicable to limit	<u>-</u>
Total legal debt margin	<u>\$ 46,706,860</u>

Illinois Compiled Statutes, 50 ILCS 405/1, provide that no county having a population of less than 500,000 shall become indebted in any manner or for any purpose, to an amount, including existing indebtedness, in the aggregate exceeding 2.875% on the value of the taxable property therein, to be ascertained by the last assessment for State and county taxes, previous to the incurring of such indebtedness.

Additionally, the limitation "... shall not apply to any indebtedness of any county of the purpose of building a county court house, jail, and other necessary county buildings..."

Reference: Illinois Compiled Statutes - 50 ILCS 405/1.10

2007	2006	2005	2004	2003	2002
41,260,323	39,852,743	37,683,433	38,297,585	36,155,646	34,700,151
41,260,323	39,852,743	37,683,433	38,297,585	36,155,646	34,700,151
0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

MACON COUNTY, ILLINOIS

**RATIO OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS**

Fiscal Year Ended November 30,	Governmental Activities			Revenue Bonds	Total Primary Government	Estimated Actual Value
	Capital Leases	General Obligation Debt	Contractual Obligations			
2002	\$ 7,950,000	162,357			8,112,357	3,615,885,295
2003	7,569,651	1,260,875	53,752		8,884,278	3,772,763,163
2004	7,140,800	1,396,302	18,498		8,555,600	3,996,269,718
2005		1,173,325			1,173,325	3,967,526,703
2006		1,118,371			1,118,371	4,158,547,086
2007		1,052,002			1,052,002	4,348,235,238
2008		964,205			964,205	4,575,651,843
2009		902,270			902,270	4,703,024,643
2010		846,815		5,015,458	5,862,273	4,860,176,403
2011		786,990		3,697,425	4,484,415	4,873,759,293

Note: Details regarding the County's outstanding debt can be found in the notes to the financial statements.

(1) See the schedule of demographic and economic statistics for personal income data.

Population estimates for 2002-2009 are based on the 2000 census per the U.S. Census Bureau, with 2010-2011 population based on the 2010 Census.

During 2005, the capital lease applicable to the County buildings was re-negotiated with the Decatur Public Building Commission. It was determined at that time that the lease was an operating lease and no longer a capital lease obligation. During 2010, a change in reporting entity was made to include the Commission as a blended component unit of the County, making the debt that of the County.

Additional details of this lease agreement can be found in Note 10 to the current financial statements.

Percentage of General Bonded Debt to Estimated Actual Value	Percentage of Personal Income (1)	Population	General Bonded Debt Per Capita
0.22%	0.26%	112,391	72.18
0.24%	0.28%	111,175	79.91
0.21%	0.28%	110,502	77.42
0.03%	0.05%	110,167	10.65
0.03%	0.04%	109,309	10.23
0.02%	0.04%	108,732	9.68
0.02%	0.04%	108,328	8.90
0.02%	0.03%	108,204	8.34
0.12%	0.21%	110,768	52.92
0.09%	0.16%	110,715	40.50

MACON COUNTY, ILLINOIS

**DIRECT AND OVERLAPPING DEBT
As of November 30, 2011**

Governmental Unit	Total Debt Outstanding	Percentage Applicable to County	Debt Applicable to County
Direct Debt:			
County	\$ 4,484,415	100.0%	4,484,415
Overlapping Debt:			
City of Decatur	117,599,574	100.0%	117,599,574
Decatur Park District	10,255,876	100.0%	10,255,876
Decatur School District #61	12,114,775	100.0%	12,114,775
Argenta School District #1	1,538,524	99.8%	1,535,447
Meridian School District #15	2,201,721	95.5%	2,102,644
Mt. Zion School District #3	9,604,168	98.1%	9,421,689
Richland Community College	22,511,853	72.9%	16,411,141
Sangamon Valley School District #9	92,183	58.2%	53,651
Warrensburg School District #11	31,567,841	93.2%	29,421,228
Maroa-Forsyth School District #2	20,997,416	96.6%	20,283,504
Village of Mt. Zion	4,337,088	100.0%	4,337,088
Village of Niantic	54,419	100.0%	54,419
Village of Blue Mound	20,720	100.0%	20,720
City of Maroa	1,472,885	100.0%	1,472,885
Total overlapping debt			225,084,641
Total debt applicable to County			\$ 229,569,056

Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the County. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of the County. This process recognizes that, when considering the County of Macon's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident and, therefore, responsible for repaying the debt of each overlapping government.

For debt repaid with property taxes, the percentage of overlapping debt applicable is estimated using taxable assessed property values. Applicable percentages were estimated by determining the portion of another governmental unit's taxable assessed value that is within the County's boundaries and dividing it by each unit's total taxable assessed value.

MACON COUNTY, ILLINOIS

**DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS**

Year	Population (1)	Personal Per Capita Income (1)	Personal Income (in thousands)	Median Age (1)	School Enrollment (2)	Unemployment Rates (3)		
						County	State	United States
2002	112,391	28,094	3,157,489	38.0	19,874	8.2	6.5	5.8
2003	111,175	28,094	3,123,350	38.0	19,759	7.4	6.7	6.0
2004	110,502	28,094	3,104,443	38.0	19,006	6.7	6.2	5.5
2005	110,167	23,330	2,570,196	38.0	18,589	6.1	5.7	5.1
2006	109,309	23,330	2,550,179	39.3	18,575	5.3	4.6	4.6
2007	108,732	22,512	2,447,775	39.3	18,303	5.7	5.0	4.6
2008	108,328	24,125	2,613,413	39.3	17,744	7.2	6.5	5.8
2009	108,204	25,151	2,721,439	39.4	18,272	11.4	10.1	9.3
2010	110,768	25,044	2,774,074	39.7	17,906	11.8	10.3	9.6
2011	110,715	24,726	2,737,539	40.3	17,392	9.9	9.2	8.9

(1) U.S. Census Bureau

(2) Macon-Piatt Regional Office of Education

(3) Illinois Department of Employment Security, US Department of Labor

MACON COUNTY, ILLINOIS

**PRINCIPAL EMPLOYERS IN THE COUNTY
CURRENT YEAR AND NINE YEARS AGO**

Employer	2011			2002		
	Employees	Rank	Percentage of Total County Employment	Employees	Rank	Percentage of Total County Employment
Caterpillar, Inc.	4,300	1	8.84%	2,000	3	3.87%
Archer Daniels Midland Co.	4,000	2	8.23%	3,300	1	6.38%
Decatur Memorial Hospital	2,297	3	4.72%	2,200	2	4.25%
Decatur Public School District	1,400	4	2.88%	1,325	4	2.56%
Ameren/IL Power Company	1,250	5	2.57%	1,250	5	2.42%
St. Mary's Hospital	1,200	6	2.47%	1,200	6	2.32%
Tate and Lyle North America	822	7	1.69%	720	7	1.39%
Norfolk Southern Corp.	600	8	1.23%			**
Millikin University	545	9	1.12%	590	9	1.14%
Macon County	509	10	1.05%	600	8	1.16%
City of Decatur	503					**
Mueller	496			585	10	1.13%
Total	17,922		34.80%	13,770		26.62%
Total County employment			48,629			51,709

Includes 10 largest employers

Source: The Economic Development Corporation of Decatur and Macon County

** Employers not included in top 10 employers in 2002. Data is not available.

MACON COUNTY, ILLINOIS

**FULL-TIME EQUIVALENT COUNTY GOVERNMENT EMPLOYEES
BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS**

	2011	2010	2009	2008	2007	2006	2005	2004	2003	2002
Function/Program										
General government:										
Management services	21	22	21	20	22	19	22	23	21	23
Finance	21	20	21	19	20	19	19	19	19	19
Other	27	28	27	27	29	29	30	29	29	19
Public safety:										
Officers	51	51	49	51	51	50	49	46	46	47
Civilians	140	145	147	145	147	145	149	145	144	169
Judiciary	113	114	111	105	105	106	106	101	96	97
Public Health	113	122	123	129	124	119	119	115	113	111
Transportation	23	25	26	30	25	26	26	25	25	25
Total	509	527	525	526	523	513	520	503	493	510

Source: Macon County Payroll Records

MACON COUNTY, ILLINOIS

**OPERATING INDICATORS BY FUNCTION
LAST SIX FISCAL YEARS**

Function	2011	2010	2009	2008	2007	2006
General government:						
Accounts payable checks issued	7,640	8,206	7,380	6,912	5,985	6,684
Payroll checks and direct deposits issued	15,435	15,737	15,483	15,285	15,442	15,063
Births	1,541	1,738	1,742	1,736	1,572	1,756
Deaths	1,237	1,246	1,158	1,341	1,189	1,282
Marriage licenses	723	695	619	660	744	724
Public safety:						
Jail bookings	6,027	6,286	6,793	6,817	6,206	5,638
Year end inmate population	270	262	288	262	265	259
Traffic violations	5,041	5,361	4,595	5,327	5,500	5,023
Calls for service	17,456	18,340	17,626	19,455	20,245	21,871
Health:						
Dental Clinic - patients seen	8,259	7,641	15,677	12,976	12,976	13,775
Women, Infants and Children Program - active clients	3,290	3,152	3,281	3,152	3,267	3,084
TB skin tests administered	2,155	2,434	2,353	2,474	2,982	2,849
Influenza immunizations	3,553	4,283	4,278	4,516	5,254	5,354
Judicial:						
Juvenile probation caseload	200	159	228	225	302	243
Adult probation caseload	1,842	1,848	1,728	1,148	954	815
Divorce cases filed	577	635	616	564	570	620
Small claims filed	2,358	2,684	2,719	2,810	3,168	2,668
Highway:						
Lane miles of road resurfaced	2	46	18	6	2	14
Chip and seal general road maintenance	49	70	23	28	34	16
New signs installed	750	800	750	750	750	800
Bridges rebuilt	3	5	3	1	4	5
Roadside culverts installed	55	50	80	100	100	100
Planning and zoning:						
Residential construction building permits	62	73	95	129	190	142
Commercial construction building permits	12	5	11	28	18	17

Sources: Various County departments.

Notes: Fiscal year 2006 was the initial year of presenting this information. Ten years of data have not yet been completed.

MACON COUNTY, ILLINOIS

**CAPITAL ASSET STATISTICS BY FUNCTION
LAST SIX FISCAL YEARS**

	2011	2010	2009	2008	2007	2006
Function/Program						
General government:						
Land area (square miles)	581	581	581	581	581	581
Animal Control vehicles	8	8	6	6	5	4
Environmental Management vehicles	3	4	3	3	3	3
Environmental Management recycling boxes	10	7	6	6	6	
Environmental Management recycling trailers	3	4	5	5	5	4
Public Safety:						
Sheriff - marked patrol units	17	17	19	19	20	17
Sheriff - non-patrol units	16	13	7	7	7	5
Probation - vehicles	8	9	11	11	11	10
Emergency Management - vehicles	3	4	4	4	4	4
Highway:						
Miles of streets or roads	250	250	250	250	250	250
Bridges	63	63	63	63	63	63

Sources: Various county departments.

Notes: Fiscal year 2006 was the initial year of presenting this information. Ten years of data have not yet been completed.

FEDERAL AWARDS - COMPLIANCE SECTION

MACON COUNTY, ILLINOIS

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

Year ended November 30, 2011

Federal Grantor/Pass-Through Grantor Program Title	Federal CFDA Number	Pass-Through Grant Number	Program or Award Amount
Major Programs			
U.S. Department of Labor:			
Passed Through Illinois Department of Commerce and Economic Opportunity:			
WIA Youth, Adult, Dislocated Worker	17.258	09-681019	\$ 1,632,348
WIA Youth, Adult, Dislocated Worker	17.258	08-736019	77,170
ARRA - WIA Formula Adult Dislocated Worker	17.258	08-761019	1,052,287
ARRA - WIA Incumbent Worker Training	17.258	08-732007	65,000
WIA Veterans Services - Work Experience	17.258	08-677019	117,458
WIA 10% Statewide Activities Incentive	17.258	09-672019	23,812
WIA Statewide Activities Incentive	17.258	10-632019	5,581
WIA Youth, Adult, Dislocated Worker	17.258	10-681019	1,283,726
WIA Youth, Adult, Dislocated Worker	17.258	11-681019	1,156,273
WIA Youth, Adult, Dislocated Worker	17.259	09-681019	
WIA Youth, Adult, Dislocated Worker	17.259	08-736019	
ARRA - WIA Formula Youth	17.259	08-762019	
ARRA - WIA Incumbent Worker Training	17.259	08-732007	
WIA Veterans Services-Work Experience	17.259	08-677019	
WIA 10% Statewide Activities Incentive	17.259	09-672019	
WIA Statewide Activities Incentive	17.259	10-632019	
WIA Youth, Adult, Dislocated Worker	17.259	10-681019	
WIA Youth, Adult, Dislocated Worker	17.259	11-681019	
WIA Youth, Adult, Dislocated Worker	17.260	09-681019	
WIA Youth, Adult, Dislocated Worker	17.260	08-736019	
ARRA - WIA Formula Adult Dislocated Worker	17.260	08-761019	
ARRA - WIA National Emergency Grants	17.260	09-741019	375,594
ARRA - WIA Incumbent Worker Training	17.260	08-732007	
WIA Veterans Services - Work Experience	17.260	08-677019	
WIA 10% Statewide Activities Incentive	17.260	09-672019	
WIA Youth, Adult, Dislocated Worker	17.260	10-681019	
WIA Youth, Adult, Dislocated Worker	17.260	11-681019	

(Continued)

Deferred Revenue at November 30, 2010	Receipts/ Revenue Recognized	Federal Expenditures	Deferred Revenue at November 30, 2011
28,670		28,670	
	12,715	12,715	
8,269	2,649	10,918	
1,976	2,224	4,200	
	18,450	18,450	
2,546	3,109	5,901	(246)
	1,627	1,627	
10,240	220,512	230,752	
	97,467	108,705	(11,238)
51,701	358,753	421,938	(11,484)
30,904		30,904	
	30,667	30,667	
2,737		2,737	
4,767	5,365	10,132	
	19,881	19,881	
2,743	3,351	6,361	(267)
	1,753	1,753	
11,038	237,687	248,725	
	105,036	117,148	(12,112)
52,189	403,740	468,308	(12,379)
41,864		41,864	
	33,788	33,788	
21,865	7,007	28,872	
	156,000	168,064	(12,064)
5,251	5,911	11,162	
	22,560	22,560	
3,718	4,540	8,619	(361)
13,859	298,430	312,289	
	152,497	170,081	(17,584)
86,557	680,733	797,299	(30,009)

MACON COUNTY, ILLINOIS

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (Continued)

Year ended November 30, 2011

Federal Grantor/Pass-Through Grantor Program Title	Federal CFDA Number	Pass-Through Grant Number	Program or Award Amount
Major Programs, continued			
U.S. Department of Labor, continued:			
Passed Through Illinois Department of Commerce and Economic Opportunity:			
WIA Statewide Activities Incentive	17.278	10-632019	
WIA Adult Dislocated Worker	17.278	10-651019	\$ 696,000
Total U.S. Department of Labor			
U.S. Department of Agriculture:			
Passed through Illinois Department of Human Services:			
Supplemental Nutrition Program for Women, Infants and Children	10.557	11GQ00322	433,400
WIC Breastfeeding Peer Counselor	10.557	11GQ00322	31,000
Supplemental Nutrition Program for Women, Infants and Children	10.557	11GM322000	434,400
WIC Breastfeeding Peer Counselor	10.557	11GM322000	34,000
Special Supplemental Nutrition Program for Women, Infants and Children	10.557	11GM322000	Non-cash Instruments
Total U.S. Department of Agriculture			
U.S. Department of Justice:			
Office on Violence Against Women:			
ARRA - Violence Against Women Act	16.588	609909	499,998
Solutions to Violence Against Women Program	16.590	2008-WE-AX-0021	799,977
Total U.S. Department of Justice			

(Continued)

Deferred Revenue at November 30, 2010	Receipts/ Revenue Recognized	Federal Expenditures	Deferred Revenue at November 30, 2011
(159,474)	2,201 516,000	2,201 320,263	36,263
(159,474)	518,201	322,464	36,263
30,973	1,961,427	2,010,009	(17,609)
	108,300 8,500	216,652 13,500	(108,352) (5,000)
(65,112) 944	252,900 20,000	187,788 20,944	
	1,748,994	1,748,994	
(64,168)	2,138,694	2,187,878	(113,352)
17,997	189,544	241,148	(33,607)
(25,559)	193,377	186,373	(18,555)
(7,562)	382,921	427,521	(52,162)

MACON COUNTY, ILLINOIS

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (Continued)

Year ended November 30, 2011

Federal Grantor/Pass-Through Grantor Program Title	Federal CFDA Number	Pass-Through Grant Number	Program or Award Amount
Non major Programs			
U.S. Department of Labor:			
Passed Through Illinois Department of Commerce and Economic Opportunity:			
WIA TAA Training	17.245	10-661019	\$ 58,846
WIA TAA Training	17.245	10-662019	15,841
Total U.S. Department of Labor			
U.S. Department of Agriculture:			
Passed Through Illinois Department of Public Health:			
Summer Food Inspection Program	10.559	none	N/A
Passed Through Illinois Department of Human Services:			
WIC Farmers Market - admin	10.572	11GQ00322	1,000
Total U.S. Department of Agriculture			
U.S. Department of Transportation:			
Passed through Illinois Department of Transportation:			
Highway Planning and Construction - Feasibility Study - Decatur Beltway	20.205	P-95-042-99	1,809,379
Highway Safety Project	20.600	AL1-0058-651	9,180
Highway Safety Project	20.601	AL2-0058-156	94,772
Highway Safety Project	20.601	AL0-0058-257	85,668
Highway Safety Project	20.601	AL1-0058-212	84,057
Highway Safety Project - Non Law Enforcement	20.601	AL0-0058-198	152,400
Highway Safety Project - Non Law Enforcement	20.600	AL2-0058-152	208,412
Highway Safety Project - Non Law Enforcement	20.601	AL1-1410-183	209,337
Passed through Illinois Emergency Management Agency:			
Hazardous Materials Emergency Preparedness Grant Program	20.703	1HMEPMACO11	13,500
Hazardous Materials Emergency Preparedness Grant Program	20.703	1HMEPMACO10	13,990
Total U.S. Department of Transportation			

(Continued)

Deferred Revenue at November 30, 2010	Receipts/ Revenue Recognized	Federal Expenditures	Deferred Revenue at November 30, 2011
(12,803)	43,500	32,158	(1,461)
	9,000	8,946	54
(12,803)	52,500	41,104	(1,407)
(12,803)	52,500	41,104	(1,407)
	4,175	4,175	
	1,000	1,000	
-	5,175	5,175	-
(2,036)	29,866	133,893	(106,063)
	7,820	7,820	
(6,486)	6,486	13,368	(13,368)
(13,703)	74,359	67,371	(6,715)
(39,880)	39,880		
	31,750	31,750	
(33,965)	209,337	175,372	
(94,034)	369,632	295,681	(20,083)
	4,671	4,671	
(157)	157		
(96,227)	404,326	434,245	(126,146)

MACON COUNTY, ILLINOIS

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (Continued)
 Year ended November 30, 2011

Federal Grantor/Pass-Through Grantor Program Title	Federal CFDA Number	Pass-Through Grant Number	Program or Award Amount
U.S. Department of Justice:			
Bureau of Justice Assistance:			
Gun Violence Grant	16.580	2008-DD-BX-0180	\$ 142,715
Justice and Mental Health Collaboration	16.745	2010-MO-BX-0015	312,500
Adult Drug Court	16.585	2011-DC-BX-0131	350,000
Passed through Illinois Criminal Justice Information Authority:			
Teen Truancy Court Grant	16.523	508012	51,111
Teen Truancy Court Grant	16.523	507804	22,795
Teen Truancy Court Grant	16.523	507012	51,111
Hidden Victims Prosecutor Based Services	16.575	207259	14,395
Hidden Victims Prosecutor Based Services	16.575	210159	16,122
Adult Redeploy	16.803	809051.04	250,000
Defense Services - JAG	16.738	408028	130,401
Defense Services - JAG	16.738	407028	123,424
Passed through Illinois State's Attorney Appellate Prosecutor:			
Local Drug Prosecution Support Grant	16.738	MAC9125	37,600
Local Drug Prosecution Support Grant	16.738	MAC9025	37,600
Passed through City of Decatur:			
Justice Assistance Grant - Disparity	16.738	2011-H3447-IL-DJ	16,793
Justice Assistance Grant - Disparity	16.738	2010H5085-IL-DJ	21,285
Juvenile Re-entry	16.812	2011-CZ-BX-0008	422,906

(Continued)

Deferred Revenue at November 30, 2010	Receipts/ Revenue Recognized	Federal Expenditures	Deferred Revenue at November 30, 2011
(3,260)	40,431	38,062	(891)
	105,708	177,008	(71,300)
	5,000	376	4,624
	15,000	14,356	644
	19,997	19,997	
895	31,000	31,895	
895	65,997	66,248	644
2,510	(2,510)		
	2,000	3,047	(1,047)
2,510	(510)	3,047	(1,047)
	81,303	117,806	(36,503)
	27,000	40,500	(13,500)
	20,250	33,750	(13,500)
-	47,250	74,250	(27,000)
(3,133)	34,466	31,333	
		6,667	(6,667)
(3,133)	34,466	38,000	(6,667)
		7,389	(7,389)
14,381		14,381	
14,381	-	21,770	(7,389)
11,248	163,019	251,826	(77,559)
	4,000	4,163	(163)

MACON COUNTY, ILLINOIS

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (Continued)
 Year ended November 30, 2011

Federal Grantor/Pass-Through Grantor Program Title	Federal CFDA Number	Pass-Through Grant Number	Program or Award Amount
U.S. Department of Justice, continued:			
Juvenile Justice and Delinquency Prevention:			
Passed through National Children's Alliance:			
Child Advocacy Program Support	16.758	043-DECA-IL-PS10 \$	10,000
Child Advocacy Program Support	16.758	DECA-IL-SA11	10,000
Total U.S. Department of Justice			
U.S. Department of Health and Human Services:			
Passed through Illinois Department of Healthcare and Family Services:			
Medical Assistance Program (Title XIX)	93.778	none	N/A
Title IV D, Child Support Enforcement	93.563	11KSAO00008	317,409
Title IV D, Child Support Enforcement	93.563	11KSAO00008	330,673
Title IV D, Child Support Enforcement	93.563	12KCC000054	58,952
Title IV D, Child Support Enforcement	93.563	11KCC000054	58,952
Passed Through Illinois Department of Commerce and Economic Opportunity:			
ARRA Emergency Continuation of Funding TANF State Programs - Illinois YES	93.714	10-071019	477,800
Passed Through Illinois Department of Human Services:			
TANF - Healthy Families	93.558	11GQ00322	165,000
TANF - Healthy Families	93.558	11GM322000	165,000
Passed Through Illinois Department of Public Health:			
Dental Sealant Grant	93.994	none	N/A
Public Health Programs - Anti Smoking	93.283	none	N/A

(Continued)

Deferred Revenue at November 30, 2010	Receipts/ Revenue Recognized	Federal Expenditures	Deferred Revenue at November 30, 2011
	5,333	5,333	
	4,569	4,667	(98)
-	9,902	10,000	(98)
11,393	393,547	550,730	(145,790)
(40,261)	71,615	71,615	(40,261)
(56,288)	18,442	79,697	(61,255)
	183,690	127,614	(212)
(14,896)	10,224	25,733	(15,509)
	25,656	10,760	
(71,184)	238,012	243,804	(76,976)
(19,008)	27,798	8,790	
(17,667)	33,538	56,059	(22,521)
	100,907	83,240	
(36,675)	162,243	148,089	(22,521)
	7,537	7,537	
	6,327	6,327	

MACON COUNTY, ILLINOIS

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (Continued)
 Year ended November 30, 2011

Federal Grantor/Pass-Through Grantor Program Title	Federal CFDA Number	Pass-Through Grant Number	Program or Award Amount
U.S. Department of Health and Human Services, continued:			
Passed through Illinois Department of Human Services:			
Title XX Block Grant - FCM Community	93.667	11GQ00322	\$ 10,000
Title XX Block Grant - FCM Community TPS	93.667	11GQ00322	27,346
 Child Care Services	 93.575	 11GM322000	 40,000
Passed Through Illinois Department of Public Health:			
Bioterrorism Preparedness	93.069	27180053	95,639
Bioterrorism Preparedness	93.069	07181056	92,928
 Illinois Immunization Program - Childhood Immunization Grants	 93.268	 15180111	 35,000
Childhood Immunization Grants	93.268	05180766	35,000
 Passed Through Illinois Department on Aging: Passed Through East Central Illinois Area Agency on Aging:			
Title III D Medication Management	93.043	10-11	13,790
Title III B Health Screening	93.044	10-11	37,754
ARRA - CDSMP	93.048	09-10	
Title III E Caregiver Services	93.052	10-11	33,233
Aging and Disability Resource Center	93.071	10-11	27,591
ARRA - CDSMP	93.725	10-11	5,296
Passed Through Illinois State Board of Elections:			
Help America Vote Act - VAID III	93.617	VAIDIHMA	6,545
Help America Vote Act - VAID III	93.617	Phase III	

(Continued)

Deferred Revenue at November 30, 2010	Receipts/ Revenue Recognized	Federal Expenditures	Deferred Revenue at November 30, 2011
	10,000	10,000	
	27,346	27,346	
-	37,346	37,346	-
(5,409)	12,797	7,388	
		31,150	(31,150)
(25,105)	87,190	62,085	
(25,105)	87,190	93,235	(31,150)
	25,229	35,000	(9,771)
(5,645)	15,859	10,214	
(5,645)	41,088	45,214	(9,771)
	13,798	13,798	
	77,135	77,135	
(450)	450		
	38,439	26,582	11,857
	2,110	2,110	-
	4,823	5,296	(473)
(3,795)	3,795		
	50,856	50,856	
(3,795)	54,651	50,856	-

MACON COUNTY, ILLINOIS

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (Continued)
Year ended November 30, 2011

Federal Grantor/Pass-Through Grantor Program Title	Federal CFDA Number	Pass-Through Grant Number	Program or Award Amount
U.S. Department of Health and Human Services, continued:			
Passed Through National Assoc. of County and City Officials:			
MRC	93.008	none	\$
Total U.S. Department of Health and Human Services			
Environmental Protection Agency:			
Passed Through Illinois Department of Public Health:			
Potable Water Supply Program	66.605	none	N/A
U.S. Department of Homeland Security, Office of Domestic Preparedness:			
Passed through Illinois Emergency Management Agency:			
Citizen Corps	97.067	08CCPMACO2-1	4,000
Citizen Corps	97.067	09CCPMACON1	5,500
Emergency Management Preparedness	97.042	11EMAMACON	37,910
Emergency Management Preparedness	97.042	12EMAMACON	37,910
Interoperable Emergency Communications	97.001	109IECGPMAC	25,000
Total U.S. Department of Homeland Security			
U.S. Department of Energy:			
Passed Through Illinois Department of Commerce and Economic Opportunity; through Illinois Association of: Regional Councils:			
Energy Efficiency and Conservation Block Grant	81.128	10-451001-010	113,289
Total Expenditures of Federal Awards			

Deferred Revenue at November 30, 2010	Receipts/ Revenue Recognized	Federal Expenditures	Deferred Revenue at November 30, 2011
	5,000	5,000	
(188,524)	860,561	841,332	(169,295)
	625	625	
	4,000	4,000	
	5,500	5,500	
-	9,500	9,500	-
	51,454	51,454	
		22,347	(22,347)
-	51,454	73,801	(22,347)
	765	765	-
-	61,719	84,066	(22,347)
38,250	72,688	110,938	
(288,668)	6,334,183	6,693,623	(648,108)

MACON COUNTY, ILLINOIS

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

November 30, 2011

Note 1 - Single Audit Reporting Entity

The County includes expenditures in its Schedule of Expenditures of Federal Awards for all federal programs administered by the same funds, agencies, boards, and commissions included in the County's reporting entity used for its basic financial statements.

Note 2 - Basis of Accounting

The Schedule of Expenditures of Federal Awards has been presented on the accrual basis of accounting. Accordingly, expenditures are recorded when incurred rather than when paid.

As an agent of the Illinois Department of Human Services, the County is required to determine eligibility and initiate the payment process from the State of Illinois' Special Supplemental Nutrition Program for Women, Infants and Children (WIC). The noncash expenditures of \$ 1,748,994 reported under CFDA No. 10.557, WIC, represent the dollar value retail WIC Food Instruments redemptions for WIC benefits issued by the County. This value represents the amount of WIC benefits redeemed, net of rebates issued by the County on behalf of individuals determined to be eligible. The Illinois Department of Human Services issues statements of non-cash transactions for the state fiscal year ending June 30, 2011. The amount included in the schedule represents the state fiscal year non-cash transaction figures.

There were no federal awards expended in the form of insurance in effect during the year, or loans or loan guarantees, including interest subsidies outstanding at year end.

Note 3 - Categorization of Expenditures

The Schedule of Expenditures of Federal Awards reflects federal expenditures for all individual grants which were active during the year. The categorization of expenditures by program included in the schedule is based on the Catalog of Federal Domestic Assistance (CFDA). Changes in the categorization of expenditures occur based on revisions to the CFDA, which are issued in June and December of each year.

Note 4 - Subrecipients

Of the federal expenditures presented in the schedule, Macon County provided federal awards to subrecipients as follows:

<u>Program Title</u>	<u>Federal CFDA Number</u>	<u>Amount Provided to Subrecipients</u>
WIA Youth, Adult, Dislocated Worker	WIA Cluster # 17.258, 17.259, 17.260 and 17.278	\$ 192,180



May, Cocagne & King, P.C.

Certified Public Accountants and Consultants

1353 E. MOUND ROAD, SUITE 300 DECATUR, ILLINOIS 62526-9344 217/875-2655 FAX 217/875-1660

ALAN R. KING
PHILIP R. BAUER
ANDREW D. THOMAS
HELGA J. TOWLER
WILLIAM R. MOSS
CATHERINE J. MANSUR
STEVEN R. GROHNE
MARK S. WOOD

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*

Macon County Board
Macon County, Illinois
Decatur, Illinois

We have audited the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Macon County, Illinois, as of and for the year ended November 30, 2011, which collectively comprise the Macon County, Illinois' basic financial statements and have issued our report thereon dated May 11, 2012. Our report includes a reference to other auditors. We conducted our audit in accordance with U.S. generally accepted auditing standards and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. As described in our report on the Macon County, Illinois' financial statements, other auditors audited the financial statements of the blended component unit, the Decatur Public Building Commission, and the two discretely presented component units, the Macon County Mental Health Board and the Macon County Emergency Telephone System Board. The financial statements of these component units were not audited in accordance with *Government Auditing Standards*.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered Macon 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 the Macon County, Illinois' internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Macon 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. However, we identified certain deficiencies in internal control over financial reporting, described in the accompanying schedule of findings and questioned costs that we consider to be significant deficiencies in internal control over financial reporting items 10-1 through 10-3. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Compliance and Other Matters

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

We noted certain matters that we reported to management of Macon County, Illinois, in a separate letter dated May 11, 2012.

Macon County, Illinois' response to the findings identified in our audit is described in the accompanying schedule of findings and questioned costs. We did not audit Macon County, Illinois' response, and accordingly, we express no opinion on it.

This report is intended solely for the information and use of the County Board, audit committee, management, others within the organization, 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.



Decatur, Illinois
May 11, 2012



May, Cocagne & King, P.C.

Certified Public Accountants and Consultants

1353 E. MOUND ROAD, SUITE 300 DECATUR, ILLINOIS 62526-9344 217/875-2655 FAX 217/875-1660

ALAN R. KING
PHILIP R. BAUER
ANDREW D. THOMAS
HELGA J. TOWLER
WILLIAM R. MOSS
CATHERINE J. MANSUR
STEVEN R. GROHNE
MARK S. WOOD

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

Macon County Board
Macon County, Illinois
Decatur, Illinois

Compliance

We have audited Macon County, Illinois' compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of Macon County, Illinois' major federal programs for the year ended November 30, 2011. Macon County, Illinois' major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of Macon County, Illinois' management. Our responsibility is to express an opinion on Macon County, Illinois' compliance based on our audit.

We conducted our audit of compliance in accordance with U.S. generally accepted auditing standards; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Macon 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 Macon County, Illinois' compliance with those requirements.

In our opinion, Macon 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

Management of Macon County, Illinois is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered Macon County, Illinois' internal control over compliance with the requirements that could have a direct and material effect on a major federal program to determine the 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 Macon 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 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 solely for the information and use of the County Board, audit committee, management, others within the organization, 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.



Decatur, Illinois
May 11, 2012

MACON COUNTY, ILLINOIS

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

November 30, 2011

SECTION I - SUMMARY OF AUDITORS' RESULTS

Financial Statements

Type of auditors' report issued:

Unqualified

Internal control over financial reporting:

Material weakness(es) identified?

___ yes X no

Significant deficiencies identified not considered to be material weaknesses?

X yes ___ none reported

Noncompliance material to financial statements noted?

___ yes X no

Federal Awards

Internal control over major programs:

Material weakness(es) identified?

___ yes X no

Significant deficiencies identified not considered to be material weaknesses?

___ yes X none reported

Type of auditors' report issued on compliance for major programs:

Unqualified

Any audit findings disclosed that are required to be reported in accordance with Circular A-133, Section 510(a)?

X yes ___ no

Identification of major programs:

CFDA #17.258, 17.259, 17.260 and 17.278,
Workforce Investment Act Cluster
CFDA# 10.557 Supplemental Nutrition Program
for Women, Infants and Children

CFDA #16.588 ARRA - Violence
Against Women Act
CFDA #16.590 Solutions to Violence
Against Women Program

Dollar threshold used to distinguish between Type A and Type B programs:

\$ 300,000

Auditee qualified as low-risk auditee?

___ yes X no

MACON COUNTY, ILLINOIS

SCHEDULE OF FINDINGS AND QUESTIONED COSTS (Continued)

November 30, 2011

SECTION II - FINANCIAL STATEMENT FINDINGS

11-1 Significant Audit Adjustments

Criteria: Management is responsible for maintaining its accounting records in accordance with generally accepted accounting principles (GAAP).

Condition: During our audit, we identified and proposed three types of adjustments (which were approved and posted by management) that were significant, either individually or in the aggregate, to the County's Financial Statements. These adjustments included corrections to accounts receivable or deferred revenue, claims liability and inventory.

Cause: Internal controls did not detect all adjustments necessary to properly record year-end balances.

Effect: As a result, the following areas were initially misstated:

- 1) Accounts receivable in the Health Fund were understated by approximately \$ 323,612 because the amounts had not been recorded based on submitted billings, reported grant expenditures and claimed reimbursements. Additionally, revenue received by the Federal Aid Matching Fund on future Highway projects had not been properly recorded as deferred revenue in the amount of \$ 4,100,000.
- 2) The liability for worker's compensation and liability insurance claims payable in the self-insurance fund were understated by \$ 655,478. The third-party administrators provide adequate information on which to base the liability, but the amount had not been recorded.
- 3) Inventory for use in the Health Fund was understated by \$ 43,835 and inventory held for use in the Highway fund was understated by \$ 50,077 due to an oversight at year end.

Recommendation: We recommend that the County take steps to insure that all year end adjustments are identified and properly made for financial reporting purposes.

Corrective Action Plan: Person responsible - Amy C. Stockwell, Macon County Auditor

MACON COUNTY, ILLINOIS

SCHEDULE OF FINDINGS AND QUESTIONED COSTS (Continued)

November 30, 2011

SECTION II - FINANCIAL STATEMENT FINDINGS, continued

11-1 Significant Audit Adjustments, continued

County's Response:

- (1) The Health Department accounts receivable adjustments primarily resulted from amounts due for services provided to patients and billed to Medicaid for reimbursement. These billings were not being communicated to the accounting office for recording in the general ledger. Additionally, grant-related receivables and deferrals were adjusted based on a comparison of grant funding received to grant expenditures made. The Health Department has numerous grants, all of which have varying reporting periods that do not coincide with the County's fiscal year. Grant reports are prepared by the grant administrator or their designee at the Health Department using reports provided by the Auditor. Normal reporting practice involves recording grant-related accruals based on the final accounting at the end of the grant period, not on the County's fiscal year. The Auditor has made significant strides in an effort to record receivables in each fund throughout the year, which involves working with each department and division to understand the flow of funds in their operations and accurately record accruals.

Timely, accurate financial reports are provided to office holders and their designated grant administrators throughout the County on a regular monthly schedule. To maintain accurate reports, both sides of the information feedback loop need to be present. We must receive information back from the departments to correct errors and make reconciling adjustments. This process is immensely complicated by the decentralized nature of Macon County's grant reporting system which has grant administration throughout the County in individual offices with varying degrees of understanding of the accounting and reporting requirements for grants. While we have great cooperation from most of the County, there are some significant problems. The Auditor, working with the Audit Sub-Committee and the Finance Committee, has a major project for the coming year to install more rigorous systems and controls and to insure the proper flow of information.

- (2) The Auditor is responsible for tracking the liabilities associated with potential claims against the County. As such, frequent analysis of the claims is performed and the insurance providers have been invaluable in the determination of future liabilities. Due to the use of estimates in determining potential claims liabilities, the County has previously not recorded the liability; rather the expense has been recorded at the time of its ultimate determination and final disposition. We do not plan to change the current practice.
- (3) The County formerly had not had a process in place for adjusting the inventory at the Highway department to the periodic counts made throughout the year, although a year-end inventory has been taken in order to have control over the asset.

The Health Department already maintains an inventory of vaccines both purchased and received from the State of Illinois at no charge, in order to assure proper immunizations are provided to those in need. The year-end closing process of obtaining balances from the departments for these inventories will be monitored in order to adjust the assets accordingly.

MACON COUNTY, ILLINOIS

SCHEDULE OF FINDINGS AND QUESTIONED COSTS (Continued)

November 30, 2011

SECTION II - FINANCIAL STATEMENT FINDINGS, continued

11-2 Preparation of Grant Reports

Criteria: Grant reports submitted to grantor agencies should be supported by the actual books and records of the County.

Condition: Several departments maintain their own accounting records apart from those from which the financial statements are prepared. When grant reports are prepared from these independent records, no attempt is made to reconcile to the County-wide accounting records.

Context: During our review of numerous grant reports, there were limited instances where the amounts reported and claimed as expenditures could not be easily reconciled to the accounting records.

Effect: As a result, the grant reports for programs administered by the following County departments were not reconcilable to the accounting records:

- Health Department
- Sheriff's Department
- State's Attorney

While none of the discrepancies were individually material to the financial statements, they represent a significant deficiency in internal control that has the potential to subject the financial records to misstatements.

Recommendation: We recommend that the County Auditor's office be the primary source of all accounting records from which grant reports are prepared. When preparing grant reports, information should come from or be compared with and reconciled to the County-wide accounting records maintained by the County Auditor's office. The reconciliation would have to be done for a set time frame (i.e., last day of each month, last day of each quarter, etc.) and any discrepancies settled at once.

Corrective Action Plan: Persons responsible - Health Department Accountant, Sheriff's Department Grant Supervisor and State's Attorney grant program directors.

County's Response: The County Auditor's office will continue providing accounting information to each department or program director, and will assist in reconciling the reports prepared by those offices as recommended and requested by officeholders and/or finance committee. Each grantee department is being encouraged to submit all reports to the Auditor's Office concurrently with submissions to grantor agencies. If reports are not submitted, additional action will be taken to ensure correct reporting. The Audit Subcommittee has recently requested that all requests for grant related signatures be made one week before the signature is required. There are also discussions underway for notification to the Board well in advance of any grant application although this policy has not yet been released or enforced.

The Auditor provides detailed ledgers to a number of departments at their request to facilitate reconciliation at the department level. At their request, the Auditor is available to perform regular formal reconciliations of grant reports to accounting records for any department. An individual within the Auditor's Office has been designated to collect grant reports, review reported information as compared to the accounting records, and work with departments to encourage their compliance with our policy. Regular reports of noncompliance with established grant procedures will be made to the Finance Committee.

SECTION II - FINANCIAL STATEMENT FINDINGS, continued

11-3 Source of Grant Funding Not Identified

Criteria: The County is responsible for identifying all Federal programs and awards received and expended, and for preparing the Schedule of Expenditures of Federal Awards (SEFA) to include all identified federal awards.

Condition: We were unable to determine from the County's accounting records if all federal source revenue and related expenditures were identified for inclusion in the Schedule of Expenditures of Federal Awards. It is the responsibility of the County to monitor all direct or indirect federal monies received and spent by all departments and divisions within the County.

Context: During our audit, we noted that, while the County does identify federal source funds within the chart of accounts, not all of the program managers are communicating new or changed federal funding sources. The current process of dealing with grants is decentralized, and each department obtaining grants is responsible for their particular grant, as well as reporting and monitoring those grants.

Effect: Several grants were identified during the audit as being federal source funds passed through other state or local agencies. Because the funds were passed through other agencies and not received directly from a federal department, the funding was considered to be state or local funds. However, the County was a subrecipient of the award and therefore mandated to follow the compliance requirements of the programs and include it on the SEFA.

Recommendation: We recommend that all revenue sources be communicated to the County Auditor's office by all departments and identified as federal, state or local source funds and, subsequently, noted in the chart of accounts. In addition, we recommend that this information be accumulated for preparation of the SEFA. This process is much improved from past years, as seen by the use of a central location for all grant reports (Auditor's office).

Corrective Action Plan: Person responsible - Amy C. Stockwell, Macon County Auditor

County's Response: The decentralized nature of the County's grant system means that the County Auditor has to devote a great deal of time to tracking down grant information from the departments. While in general compliance is good, grant reporting in the State's Attorney's office represents a significant challenge. At the present time, internal controls in the State's Attorney's office are not adequate to insure timely and correct grant reporting. A complete investigation of entire grant application, reporting, records retention and auditing system will be undertaken as a very high priority in the coming year.

New grant related accounts are not opened until grant documents are received by the County Auditor either from the department or from the County Board. Grant documents are reviewed to identify the source of funds; revenue account numbers are set to distinguish federal from state funds and matching requirements. In addition, we have modified the information contained in our Accounts Receivable system to capture CFDA numbers as we learn about them from any source. Generally, new grants require a revision to the County Budget; it has been recommended to the Finance Committee that action on budgets not be taken until the source of funds has been identified. We will also solicit additional information from funders about the ultimate source of grant funding as some of the problem seems to be with grants which have passed through several hands but retain their federal original source. This information will then be captured and used in the preparation of the SEFA.

MACON COUNTY, ILLINOIS

SCHEDULE OF FINDINGS AND QUESTIONED COSTS (Continued)
November 30, 2011

SECTION III - FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

None

MACON COUNTY, ILLINOIS

SUMMARY OF SCHEDULE OF PRIOR AUDIT FINDINGS
November 30, 2011

None

**INFORMATION REQUIRED BY THE ILLINOIS
DEPARTMENT OF COMMERCE AND ECONOMIC
OPPORTUNITY FOR WORKFORCE INVESTMENT ACT FUNDS**

MACON COUNTY, ILLINOIS

WORKFORCE INVESTMENT SOLUTIONS

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL, PROGRAMS PASSED THROUGH
ILLINOIS DEPARTMENT OF COMMERCE AND ECONOMIC OPPORTUNITY - COMPLETED
BY NOVEMBER 30, 2011

Year ended November 30, 2011 and
Cumulative from Beginning of Grant

	Budget	Current Year	Cumulative
<u>WIA ARRA Formula Youth, Grant Number 08-762019</u>			
Revenue:			
Grant funds	\$ 714,108	2,736	714,108
Expenditures:			
Administration	22,500		22,799
Youth - in school	242,664	829	237,212
Youth - out of school	448,944	1,907	454,097
Total expenditures	714,108	2,736	714,108
<u>WIA ARRA Formula Adult and Dislocated Worker, Grant Number 08-761019</u>			
Revenue:			
Grant funds	1,061,943	39,789	1,061,943
Expenditures:			
Administration	63,972	24,302	63,646
Adult training	232,088		232,087
Dislocated worker training	765,883	15,487	766,210
Total expenditures	1,061,943	39,789	1,061,943
<u>WIA Training for Dislocated Workers, Grant Number 08-736019</u>			
Revenue:			
Grant funds	77,170	77,170	77,170
Expenditures:			
Individual training	71,170	73,535	73,535
Supportive services	6,000	3,635	3,635
Total expenditures	77,170	77,170	77,170
<u>ARRA WIA Manufacturing Training Grants, Grant Number 08-732007</u>			
Revenue:			
Grant funds	44,000	25,494	44,000
Expenditures:			
Training	\$ 44,000	25,494	44,000

(Continued)

MACON COUNTY, ILLINOIS

**WORKFORCE INVESTMENT SOLUTIONS
 SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL, PROGRAMS PASSED THROUGH
 ILLINOIS DEPARTMENT OF COMMERCE AND ECONOMIC OPPORTUNITY - COMPLETED
 BY NOVEMBER 30, 2011 (Continued)
 Year ended November 30, 2011 and
 Cumulative from Beginning of Grant**

	Budget	Current Year	Cumulative
<u>WIA Statewide Activities Program, Grant Number 10-632019</u>			
Revenue:			
Grant funds	\$ 5,581	5,581	5,581
Expenditures:			
High speed internet	5,581	5,581	5,581
<u>WIA Title I, Grant Number 09-681019</u>			
Revenue:			
Grant funds	1,632,348	101,439	1,632,348
Expenditures:			
Administrative	163,232	18,674	163,232
Youth - in school	134,445	(9,510)	116,834
Youth - out of school	345,715	2,440	363,326
Adult	413,781	56,376	413,781
Dislocated workers	575,175	33,459	575,175
Total expenditures	1,632,348	101,439	1,632,348
<u>ARRA TANF - Illinois YES, Grant Number 10-071019</u>			
Revenue:			
Grant funds	477,800	8,790	184,241
Expenditures:			
Worker trainee wages and fringes	381,500	(353)	152,394
Participant support	20,000		1,368
Case management	38,150	2,176	15,240
Administration	38,150	6,967	15,239
Total expenditures	\$ 477,800	8,790	184,241

(Continued)

MACON COUNTY, ILLINOIS

**WORKFORCE INVESTMENT SOLUTIONS
 SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL, PROGRAMS PASSED THROUGH
 ILLINOIS DEPARTMENT OF COMMERCE AND ECONOMIC OPPORTUNITY - COMPLETED
 BY NOVEMBER 30, 2011 (Continued)
 Year ended November 30, 2011 and
 Cumulative from Beginning of Grant**

	Budget	Current Year	Cumulative
<u>WIA Veterans Services Program, Grant Number 08-677019</u>			
Revenue:			
Grant funds	\$ 117,458	60,890	60,890
Expenditures:			
Grantee overhead	5,593	2,900	2,900
Participant wages	87,500	47,420	47,420
Participant fringes	12,365	3,628	3,628
Support services	12,000	6,942	6,942
Total expenditures	117,458	60,890	60,890
<u>URMAP Grant Management Program, Grant Number 10-203856</u>			
Revenue:			
Grant funds	250,000	157,074	250,000
Expenditures:			
Personnel costs	20,700	20,700	20,700
Travel	1,800	880	1,800
Commodities	3,600	711	3,600
Rent, utilities	2,076	(4,015)	2,076
Contractual	160,698	85,169	160,698
Professional fees	1,000	1,000	1,000
Training, conferences	3,000	3,000	3,000
Marketing, advertising	5,600	5,600	5,600
Other	51,526	44,029	51,526
Total expenditures	\$ 250,000	157,074	250,000

MACON COUNTY, ILLINOIS

WORKFORCE INVESTMENT SOLUTIONS
 SCHEDULE OF REVENUE, EXPENDITURES, AND CHANGES IN FUND
 BALANCE - BUDGET AND ACTUAL, PROGRAMS PASSED THROUGH
 ILLINOIS DEPARTMENT OF COMMERCE AND ECONOMIC
 OPPORTUNITY - NOT COMPLETED BY NOVEMBER 30, 2011

Year ended November 30, 2011 and
 Cumulative from Beginning of Grant

	Budget	Cumulative	Current Year
<u>WIA TAA Training, Grant Number 10-661019</u>			
Revenue:			
Grant funds	\$ 68,120	44,961	32,158
Expenditures:			
Administrative	5,143	5,143	5,143
Training	53,497	38,989	26,186
Payment processing	9,480	829	829
Total expenditures	68,120	44,961	32,158
Excess of revenue over expenditures	-	-	-
Fund balance, beginning of year			-
Fund balance, end of year			-
<u>WIA Title I, Grant Number 10-681019</u>			
Revenue:			
Grant funds	1,282,629	1,282,629	791,767
Expenditures:			
Administration	128,262	128,262	54,455
Youth - in school	137,783	115,187	71,460
Youth - out of school	256,028	278,623	187,179
Adult	329,385	329,385	210,939
Dislocated worker	431,171	431,172	267,734
Total expenditures	1,282,629	1,282,629	791,767
Excess of revenue over expenditures	\$ -	-	-
Fund balance, beginning of year			-
Fund balance, end of year			\$ -

(Continued)

MACON COUNTY, ILLINOIS

**WORKFORCE INVESTMENT SOLUTIONS
 SCHEDULE OF REVENUE, EXPENDITURES, AND CHANGES IN FUND
 BALANCE - BUDGET AND ACTUAL, PROGRAMS PASSED THROUGH
 ILLINOIS DEPARTMENT OF COMMERCE AND ECONOMIC
 OPPORTUNITY - NOT COMPLETED BY NOVEMBER 30, 2011 (Continued)
 Year ended November 30, 2011 and
 Cumulative from Beginning of Grant**

	Budget	Cumulative	Current Year
<u>WIA Local Incentive, Grant Number 09-672019</u>			
Revenue:			
Grant funds	\$ 23,812	23,812	20,882
Expenditures:			
Incentive funds	23,812	23,812	20,882
Excess of revenue over expenditures	-	-	-
Fund balance, beginning of year			-
Fund balance, end of year			-
<u>WIA Rapid Response Layoffs and Closings, Grant Number 10-651019</u>			
Revenue:			
Grant funds	696,000	479,737	320,263
Expenditures:			
Case management	100,000	61,135	26,868
Direct training	460,336	344,948	234,035
Supportive services	135,664	73,654	59,360
Total expenditures	696,000	479,737	320,263
Excess of revenue over expenditures	\$ -	-	-
Fund balance, beginning of year			-
Fund balance, end of year			\$ -

(Continued)

MACON COUNTY, ILLINOIS

**WORKFORCE INVESTMENT SOLUTIONS
 SCHEDULE OF REVENUE, EXPENDITURES, AND CHANGES IN FUND
 BALANCE - BUDGET AND ACTUAL, PROGRAMS PASSED THROUGH
 ILLINOIS DEPARTMENT OF COMMERCE AND ECONOMIC
 OPPORTUNITY - NOT COMPLETED BY NOVEMBER 30, 2011 (Continued)
 Year ended November 30, 2011 and
 Cumulative from Beginning of Grant**

	Budget	Cumulative	Current Year
<u>WIA TTA Training, Grant Number 10-662019</u>			
Revenue:			
Grant funds	\$ 15,841	8,946	8,946
Expenditures:			
Training	15,841	8,946	8,946
Excess of revenue over expenditures	-	-	-
Fund balance, beginning of year			-
Fund balance, end of year			-

WIA Youth, Adult, Dislocated Worker Formula Funds, Grant Number 11-681019

Revenue:			
Grant funds	1,156,273	395,933	395,933
Expenditures:			
Administration	115,626	56,626	56,626
Youth - in school	115,135	61,016	61,016
Youth - out of school	271,983	58,506	58,506
Adult	291,066	65,341	65,341
Dislocated worker	362,463	154,444	154,444
Total expenditures	1,156,273	395,933	395,933
Excess of revenue over expenditures	\$ -	-	-
Fund balance, beginning of year			-
Fund balance, end of year			\$ -

(Continued)

MACON COUNTY, ILLINOIS

WORKFORCE INVESTMENT SOLUTIONS
 SCHEDULE OF REVENUE, EXPENDITURES, AND CHANGES IN FUND
 BALANCE - BUDGET AND ACTUAL, PROGRAMS PASSED THROUGH
 ILLINOIS DEPARTMENT OF COMMERCE AND ECONOMIC
 OPPORTUNITY - NOT COMPLETED BY NOVEMBER 30, 2011 (Continued)
 Year ended November 30, 2011 and
 Cumulative from Beginning of Grant

	Budget	Cumulative	Current Year
<u>WIA Local Incentive, Grant Number 10-672019</u>			
Revenue:			
Grant funds	\$ 4,151		
Expenditures:			
Incentive funds	4,151	-	-
Excess of revenue over expenditures	-	-	-
Fund balance, beginning of year			-
Fund balance, end of year			-
<u>WIA National Emergency Grants, Grant Number 09-741019</u>			
Revenue:			
Grant funds	375,594	134,337	134,337
Expenditures:			
Worker wages and fringes	78,021	43,315	43,315
Administration	8,570	1,940	1,940
Travel	1,000	411	411
Supplies	8,000	1,994	1,994
On the Job Training	267,803	85,380	85,380
Participant support	12,200	1,297	1,297
Total expenditures	375,594	134,337	134,337
Excess of revenue over expenditures	\$ -	-	-
Fund balance, beginning of year			-
Fund balance, end of year			\$ -