

**RANDOLPH COUNTY, ILLINOIS**  
**ANNUAL FINANCIAL REPORT**  
**YEAR ENDED NOVEMBER 30, 2016**

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## INDEPENDENT AUDITORS' REPORT

County Board of Commissioners  
Randolph County, Illinois

### **Report on the Financial Statements**

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of Randolph County, Illinois (the "County"), as of and for the year ended November 30, 2016, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

### *Management's Responsibility for the Financial Statements*

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

### *Auditor's Responsibility*

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

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

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

### *Opinions*

In our opinions, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of Randolph County, Illinois, as of November 30, 2016, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

***Other Matters***

***Required Supplementary Information***

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information on pages 3-10 and 59-63 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

***Other Information***

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Randolph County, Illinois' basic financial statements. The introductory section, combining and individual non-major fund financial statements and statistical section, are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual non-major fund financial statements are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual non-major fund financial statements are fairly stated in all material respects in relation to the basic financial statements as a whole.

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

***Other Reporting Required by Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated April 21, 2017, on our consideration of Randolph 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* in considering Randolph County, Illinois' internal control over financial reporting and compliance.



April 21, 2017  
Columbia, Illinois

**RANDOLPH COUNTY, ILLINOIS**  
**#1 TAYLOR STREET**  
**CHESTER, IL 62233**  
**(618) 826-5000**

April 21, 2017

Taxpayers and Residents of Randolph County, Illinois:

We are pleased to present the financial statements of Randolph County for the year ended November 30, 2016. These financial statements are the result of the hard work of your elected officials and their staff, and are in accordance with the budget which we adopted for this fiscal year.

These statements reflect the most current accounting standards having been audited by an independent firm of certified public accountants and are a true and accurate reflection of the County's financial position and financial activity for the year ended November 30, 2016.

If you have any questions regarding the above information, please do not hesitate to contact our office.

Ronnie White  
Chairman

David Holder  
Commissioner

Dr. Marc Kiehna  
Commissioner

**RANDOLPH COUNTY, ILLINOIS  
MANAGEMENT DISCUSSION AND ANALYSIS  
YEAR ENDED NOVEMBER 30, 2016**

Randolph County Government's management discussion and analysis (MD&A) offers readers of the County's financial statements a narrative overview and analysis of the financial activities of the County for the fiscal year ended November 30, 2016. This 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, (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 additional information that we have furnished in the County's financial statements (beginning on page 11).

**Financial Highlights**

- The assets of Randolph County Government exceeded its liabilities at the close of the most recent fiscal year by \$10,530,355 (*net position*). Included within this amount is (\$8,319,544) (*unrestricted net position*). Directly attributable to the long term pension Liability of \$10,976,385.
- 
- The County's total net position decreased by \$2,555,911. The change in net position for the County is primarily due to an increase in the long-term pension liability of \$3,954,314. The County believes market conditions will improve in the future to assist in funding the long-term pension liability.

**Overview of the Financial Statements**

This discussion and analysis is intended to serve as an introduction to the County's basic financial statements. The County's basic financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

**Government-Wide Financial Statements**

The *government-wide financial statements* are designed to provide the reader with a broad overview of the County's finances, in a manner similar to a private sector business.

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

The *statement of activities* presents information showing how the County's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, *regardless of the timing of related cash flows*. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

Both of the government-wide financial statements distinguish functions of the County that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (*business-type activities*). The governmental activities of the County include general government, public safety, judiciary and court-related, public health, public welfare, highways and streets, and interest and fiscal charges. The business-type activities of the County include a care center, health department and other programs.

The government-wide financial statements can be found on pages 11 - 12 of this report.

**RANDOLPH COUNTY, ILLINOIS**  
**MANAGEMENT DISCUSSION AND ANALYSIS**  
**YEAR ENDED NOVEMBER 30, 2016**  
*(Continued)*

**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. Randolph County, like other 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* are used to account for essentially the same functions reported as *governmental activities* in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on *near-term inflows and outflows of spendable resources*, as well as on *balances of spendable resources* available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

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 governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities*.

The County maintains 55 individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balance for the General Fund, the Motor Fuel Tax Fund and the Debt Service Fund, which are considered the major funds of the County. Data on the remaining 52 governmental funds are combined into a single, aggregated presentation. Individual fund data for each of the significant non-major governmental funds is provided in the form of combining statements elsewhere in this report.

The County adopts an annual appropriated budget for its general fund. A budgetary comparison statement has been provided for the general fund to demonstrate compliance with this budget.

The basic governmental fund financial statements can be found on pages 13 - 16 of this report.

**Proprietary funds** – Randolph County maintains one type of proprietary fund, *enterprise funds*. Randolph County has no *internal service funds*. *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 Randolph County Care Center and the Wehrheim Memorial Old Folks Home Fund. The County also maintains one enterprise fund for the Randolph County Health Department.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail.

The basic proprietary fund financial statements can be found on pages 17 - 19 of this report.

**Fiduciary funds** – Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are *not* reflected in the government-wide financial statement because the resources of those funds are *not* available to support the County's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds. The only fiduciary funds maintained by the County are agency funds.

The basic fiduciary fund financial statement can be found on page 20 of this report.



**RANDOLPH COUNTY, ILLINOIS**  
**MANAGEMENT DISCUSSION AND ANALYSIS**  
**YEAR ENDED NOVEMBER 30, 2016**  
*(Continued)*

**Notes to the Financial Statements**

The notes provide additional information that is essential to the full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 21 - 58 of this report.

**Other Information**

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the County's progress in funding its obligation to provide pension benefits to its employees. Required supplementary information can be found on pages 59 - 63 of this report. Combining statements, individual fund statements and other schedules of interest can be found on pages 64 - 83 of this report.

**Government-Wide Financial Analysis**

In accordance with Governmental Accounting Standards, a comparative analysis of the government-wide statement will be presented for the County.

**Statement of Net Position**

The following table reflects a comparative condensed Statement of Net Position as of November 30:

	Governmental Activities		Business-Type Activities		Total Primary Government	
	2016	2015	2016	2015	2016	2015
Current Assets	\$ 7,761,679	\$ 7,420,176	\$ 1,918,184	\$ 2,477,096	\$ 9,679,863	\$ 9,897,272
Noncurrent Assets	14,252,554	15,244,609	528,412	633,722	14,780,966	15,878,331
Total Assets	22,014,233	22,664,785	2,446,596	3,110,818	24,460,829	25,775,603
Deferred Outflows (Net)	4,331,301	1,477,971	-	-	4,331,301	1,477,971
Current Liabilities	1,824,117	1,772,538	608,252	461,623	2,432,369	2,234,161
Noncurrent Liabilities	15,535,054	9,238,515	294,352	303,507	15,829,406	9,542,022
Total Liabilities	17,359,171	11,011,053	902,604	765,130	18,261,775	11,776,183
Net Assets						
Invested in Capital Assets, Net of Related Debt	14,374,433	14,957,032	528,412	633,722	14,902,845	15,590,754
Restricted	3,917,195	3,928,263	29,859	29,859	3,947,054	3,958,122
Unrestricted	(9,305,265)	(5,753,592)	985,721	1,682,107	(8,319,544)	(4,071,485)
Total Net Position	\$ 8,986,363	\$ 13,131,703	\$ 1,543,992	\$ 2,345,688	\$ 10,530,355	\$ 15,477,391

As noted earlier, net position may serve over time as a useful indicator of the County's financial position. In the fiscal year ended November 30, 2016, the County's assets exceeded liabilities by \$10,530,355.

**RANDOLPH COUNTY, ILLINOIS**  
**MANAGEMENT DISCUSSION AND ANALYSIS**  
**YEAR ENDED NOVEMBER 30, 2016**  
*(Continued)*

Approximately 141.5% of the County's net position is reflected in capital assets (e.g. land, buildings, infrastructure), less any related debt used to acquire those assets that is still outstanding. The County uses these capital assets to provide service to citizens; consequently, these assets are not available for future spending. Although the County's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

An additional portion of the County's net position (37.5%) represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net position of (\$8,319,544) represents an overextension of the County's ongoing obligations to citizens and creditors.

**Changes in Net Position**

The following table reflects a comparative condensed Statement of Activities as of November 30, 2016:

	<u>Governmental Activities</u>		<u>Business-Type Activities</u>		<u>Total Primary Government</u>	
	<u>2016</u>	<u>2015</u>	<u>2016</u>	<u>2015</u>	<u>2016</u>	<u>2015</u>
<b>Revenues:</b>						
Program Revenues						
Charges for Services	\$ 2,189,462	\$ 1,884,840	\$ 4,798,909	\$ 4,273,734	\$ 6,988,371	\$ 6,158,574
Operating & Cap. Grants & Contrib.	788,296	268,492	322,257	358,797	1,110,553	627,289
General Revenues						
Property Taxes	4,163,325	4,049,768	-	-	4,163,325	4,049,768
Sales/Use Taxes	1,764,441	2,484,730	-	-	1,764,441	2,484,730
Motor Fuel Taxes	544,208	495,334	-	-	544,208	495,334
Income Taxes	1,104,913	1,224,234	-	-	1,104,913	1,224,234
Other Taxes	709,943	793,192	-	-	709,943	793,192
Investment Income	12,254	11,236	845	820	13,099	12,056
Miscellaneous Income	302,618	258,381	2,830	22,658	305,448	281,039
<b>Total Revenues</b>	<b>11,579,460</b>	<b>11,470,207</b>	<b>5,124,841</b>	<b>4,656,009</b>	<b>16,704,301</b>	<b>16,126,216</b>
<b>Expenses:</b>						
General Government	7,426,359	6,635,301	-	-	7,426,359	6,635,301
Public Safety	1,871,285	2,280,353	-	-	1,871,285	2,280,353
Highways and Streets	2,611,568	1,995,370	-	-	2,611,568	1,995,370
Judiciary and Court-Related	1,085,397	991,279	-	-	1,085,397	991,279
Public Welfare	468,292	559,371	-	-	468,292	559,371
Interest and Fiscal	199,641	134,223	-	-	199,641	134,223
Care Center	-	-	4,785,148	4,933,865	4,785,148	4,933,865
Health Department	-	-	779,614	898,245	779,614	898,245
Anna Wehrheim Brown Old Folks Home	-	-	32,908	35,818	32,908	35,818
<b>Total Expenses</b>	<b>13,662,542</b>	<b>12,595,897</b>	<b>5,597,670</b>	<b>5,867,928</b>	<b>19,260,212</b>	<b>18,463,825</b>
Excess (Deficiency) Before Transfers	(2,083,082)	(1,125,690)	(472,829)	(1,211,919)	(2,555,911)	(2,337,609)
Transfers	328,867	(315,000)	(328,867)	315,000	-	-
<b>Increase (Decrease) in Net Assets</b>	<b>\$ (1,754,215)</b>	<b>\$ (1,440,690)</b>	<b>\$ (801,696)</b>	<b>\$ (896,919)</b>	<b>\$ (2,555,911)</b>	<b>\$ (2,337,609)</b>

The County's net position decreased \$2,555,911 during the current fiscal year.

**RANDOLPH COUNTY, ILLINOIS**  
**MANAGEMENT DISCUSSION AND ANALYSIS**  
**YEAR ENDED NOVEMBER 30, 2016**  
*(Continued)*

**Revenues by Source – Business-Type Activities**

Sources of revenues to conduct business-type activities have come from patient charges being paid by residents from either private funds or those provided by third-party payers. Revenues earned for conducting business-type activities are from various sources as shown in the following table:

<u>Revenues</u>	<u>2016</u>		<u>2015</u>	
	<u>Amount</u>	<u>Percentage</u>	<u>Amount</u>	<u>Percentage</u>
Care Center	\$ 4,659,822	90.93%	\$ 4,138,638	88.89%
Health Department	430,872	8.41%	466,099	10.01%
Wehrheim Memorial Old Folks Home	30,472	0.58%	27,794	0.59%
Investment Income	845	0.02%	820	0.02%
Miscellaneous Income	2,830	0.06%	22,658	0.49%
<b>Total Business-Type Revenues</b>	<b>\$ 5,124,841</b>	<b>100.00%</b>	<b>\$ 4,656,009</b>	<b>100.00%</b>

These revenues are then expended for payments to vendors and employees shown in the following table:

<u>Expenses</u>	<u>2016</u>		<u>2015</u>	
	<u>Amount</u>	<u>Percentage</u>	<u>Amount</u>	<u>Percentage</u>
Healthcare Services	\$ 2,736,445	48.89%	\$ 2,618,416	44.62%
Administration	727,518	13.00%	1,006,608	17.15%
Dietary	378,722	6.77%	368,355	6.28%
Employee Benefits and Other Expenses	803,801	14.35%	941,850	16.04%
Maintenance	156,366	2.79%	148,347	2.53%
Housekeeping	191,607	3.42%	183,530	3.13%
Liability Insurance	137,142	2.45%	138,870	2.37%
Utilities	176,213	3.15%	171,141	2.92%
Depreciation	110,133	1.97%	112,771	1.92%
Laundry	156,770	2.80%	152,297	2.61%
Legal and Professional	22,953	0.41%	25,743	0.44%
<b>Total Business-Type Expenses</b>	<b>\$ 5,597,670</b>	<b>100.00%</b>	<b>\$ 5,867,928</b>	<b>100.01%</b>

The difference between revenues and expenditures in the proprietary accounts above totaled a decrease of \$472,829 for the year ended November 30, 2016. Total transfers consisted of a decrease of (\$328,867), for the year ended November 30, 2016. The resulting change in net position shows expenses in excess of revenues by an amount of \$801,696 after the recognition of depreciation expense (a non-cash charge) and transfers.

**RANDOLPH COUNTY, ILLINOIS**  
**MANAGEMENT DISCUSSION AND ANALYSIS**  
**YEAR ENDED NOVEMBER 30, 2016**  
*(Continued)*

**Governmental Funds**

The focus of the County's governmental funds is to provide information on near-term inflows, outflows, and balance of spendable resources. In particular, unreserved, undesignated fund balance may serve as a useful measure of the County's net resources available for spending. As of November 30, 2016, the County's governmental funds reported combined ending fund balances of \$6,178,097 an increase of \$352,906 from last year. A comparison of budget to actual for the general fund is presented below:

**General Fund Budget**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>
<b>Revenues:</b>			
Property Tax	\$ 1,188,700	\$ 1,188,700	\$ 1,173,734
Mobile Home Privilege Tax	5,500	5,500	4,694
Sales Tax	2,825,000	2,825,000	1,834,209
Replacement Tax	600,000	600,000	508,308
Income Tax	1,200,000	1,200,000	1,104,913
Charges for Services	713,000	713,000	1,091,919
Fines and Forfeits	75,000	75,000	54,102
Insurance Reimbursements	407,107	407,107	239,713
Other Reimbursements	309,921	309,921	392,224
Rents	1,200	1,200	49,530
Interest on Investments	1,000	1,000	7,516
Grants - State of Illinois	-	-	80,910
Miscellaneous	<u>2,000</u>	<u>2,000</u>	<u>177,245</u>
<b>Total Revenues</b>	<u>7,328,428</u>	<u>7,328,428</u>	<u>6,719,017</u>
<b>Expenditures:</b>			
General Government	3,673,409	3,624,525	5,850,168
Public Safety	2,117,056	2,165,940	2,149,381
Judiciary and Court Related	1,019,110	1,034,710	1,016,014
Highways and Streets	-	-	165,414
Miscellaneous	<u>559,339</u>	<u>543,740</u>	<u>548,558</u>
<b>Total Expenditures</b>	<u>7,368,914</u>	<u>7,368,914</u>	<u>9,729,535</u>
<b>Deficiency of Revenues over Expenditures</b>	(40,486)	(40,486)	(3,010,518)
<b>Other Financing Sources:</b>			
Bond Issue	-	-	2,950,000
Transfers Between Funds	<u>50,000</u>	<u>50,000</u>	<u>424,491</u>
<b>Total Other Financing Sources:</b>	<u>50,000</u>	<u>50,000</u>	<u>3,374,491</u>
<b>Net Change in Fund Balances</b>	<u>\$ 9,514</u>	<u>\$ 9,514</u>	363,973
<b>Fund Balances, Beginning of Year</b>			<u>1,896,929</u>
<b>Fund Balances, End of Year</b>			<u>\$ 2,260,902</u>

**RANDOLPH COUNTY, ILLINOIS  
MANAGEMENT DISCUSSION AND ANALYSIS  
YEAR ENDED NOVEMBER 30, 2016  
(Continued)**

The net change in fund balance of \$124,260 for 2016 represents a 6.5% increase in fund balance. This fund balance amount continues to provide the operating cushion necessary to reduce the likelihood of the County entering the short-term debt market to pay for current operating expenditures.

**Capital Assets**

The County's investment in capital assets for its governmental and business-type activities as of November 30, 2016, amounts to \$14,902,845 (net of accumulated depreciation). This investment in capital assets includes land, buildings, land improvements, equipment, infrastructure, and leasehold improvements. The total decrease to the County's capital assets for the current fiscal year was \$1,062,909.

Readers desiring more detailed information should refer to pages 31 - 33 of the footnotes.

**Long-Term Debt**

At November 30, 2016, the County's debt outstanding was as follows:

<b>Governmental Activities:</b>	
Self-Insurance Refunding	
Limited Bonds, Series 2009A	335,000
Self-Insurance Refunding	
Limited Bonds, Series 2009B	840,000
General Obligation	
Refunding Debt Certificates, Series 2016A	343,700
General Obligation	
Courthouse Bonds, Series 2016B	2,950,000
Compensated Absences	514,534
Other Post Employment Benefits	155,435
Net Pension Liability	<u>10,976,385</u>
Governmental Activities Debt Outstanding	<u>\$16,115,054</u>
 <b>Business Activities:</b>	
Compensated Absences	
Randolph County Care Center	\$ 187,802
Randolph County Health Department	<u>106,550</u>
Business Activities Debt Outstanding	<u>\$ 294,352</u>

This represents a net increase of \$6,311,539 from the previous year. During the year, the County assumed debt in the governmental funds of \$7,318,171 while retiring debt outstanding of \$1,006,632. In the proprietary funds, the County retired debt outstanding of \$9,155. The County's debt margin (the ability to issue general obligation debt) decreased by \$2,142,121 over the previous year.

Readers desiring more detailed information should refer to page numbers 53 - 57 of the footnotes.

**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 the government's finances. Questions concerning any of the information provided in this report or requests for additional financing information should be addressed to the Randolph County Treasurer's Office, #1 Taylor Street, Chester, Illinois 62233.

**BASIC FINANCIAL  
STATEMENTS**

**RANDOLPH COUNTY, ILLINOIS  
STATEMENT OF NET POSITION  
NOVEMBER 30, 2016**

	<b>Governmental</b>	<b>Business-Type</b>	
	<u>Activities</u>	<u>Activities</u>	<u>Total</u>
<b>ASSETS</b>			
<b>Current Assets</b>			
Cash and Cash Equivalents	\$ 4,575,393	1,893,617	\$ 6,469,010
Cash - Restricted	601,451	29,859	631,310
Investments	157,038	-	157,038
Accounts Receivable	403,395	113,859	517,254
Due From the State of Illinois and Patient Care Receivables, Net of Allowance	757,595	977,000	1,734,595
Fees and Fines Receivable	111,055	-	111,055
Motor Fuel Tax Allotments Receivable	-	-	-
Inventories	28,317	29,865	58,182
Prepaid Expenses	-	315	315
Interfund Receivables/(Payables)	1,127,435	(1,126,331)	1,104
<b>Total Current Assets</b>	<u>7,761,679</u>	<u>1,918,184</u>	<u>9,679,863</u>
<b>Noncurrent Assets</b>			
Bond Discounts, Net of Amortization	10,501	-	10,501
Capitalized Interest Costs, Net of Amortization	8,143	-	8,143
Investment in Illinois County Insurance Trust	(140,523)	-	(140,523)
Capital Assets, Net of Depreciation:			
Land	10,000	19,000	29,000
Land Improvements	17,395	3,834	21,229
Building	4,404,590	239,046	4,643,636
Equipment	234,227	199,524	433,751
Infrastructure	9,708,221	-	9,708,221
Leasehold Improvements	-	67,008	67,008
<b>Total Noncurrent Assets</b>	<u>14,252,554</u>	<u>528,412</u>	<u>14,780,966</u>
<b>Total Assets</b>	<u>22,014,233</u>	<u>2,446,596</u>	<u>24,460,829</u>
<b>Deferred Outflows of Resources</b>			
Deferred Charge on Refunding	66,602	-	66,602
Deferred Outflows (Net) - Pensions	4,264,699	-	4,264,699
<b>Total Deferred Outflows</b>	<u>4,331,301</u>	<u>-</u>	<u>4,331,301</u>
<b>LIABILITIES</b>			
<b>Current Liabilities</b>			
Accounts Payable	1,018,276	427,466	1,445,742
Interest Payable	42,101	-	42,101
Rental Deposits	-	2,000	2,000
Funds Held in Trust and Escrow	183,740	-	183,740
Current Portion of Bonds Payable	580,000	-	580,000
Due to Public Aid	-	127,201	127,201
Unearned Grant Revenues	-	51,585	51,585
<b>Total Current Liabilities</b>	<u>1,824,117</u>	<u>608,252</u>	<u>2,432,369</u>
<b>Noncurrent Liabilities</b>			
General Obligation Bonds Payable	3,888,700	-	3,888,700
Accrued Vacation and Sick Pay	514,534	294,352	808,886
Net Pension Liability - IMRF	10,976,385	-	10,976,385
Accrued OPEB	155,435	-	155,435
<b>Total Noncurrent Liabilities</b>	<u>15,535,054</u>	<u>294,352</u>	<u>15,829,406</u>
<b>Total Liabilities</b>	<u>17,359,171</u>	<u>902,604</u>	<u>18,261,775</u>
<b>NET POSITION</b>			
Investment in Capital Assets, Net of Related Debt	14,374,433	528,412	14,902,845
Restricted	3,917,195	29,859	3,947,054
Unrestricted	(9,305,265)	985,721	(8,319,544)
<b>Total Net Position</b>	<u>\$ 8,986,363</u>	<u>1,543,992</u>	<u>\$ 10,530,355</u>

See notes to financial statements.

**RANDOLPH COUNTY, ILLINOIS  
STATEMENT OF ACTIVITIES  
NOVEMBER 30, 2016**

<u>Function/Program</u>	<u>Expenses</u>	<u>Program Revenues</u>			<u>Net (Expenses) Revenues and Changes in Net Position</u>		
		<u>Fees, Fines, and Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>	<u>Primary Government</u>		
					<u>Governmental Activities</u>	<u>Business- Type Activities</u>	<u>Total</u>
<b>Primary Government</b>							
<b>Governmental Activities:</b>							
General Government	\$ 7,426,359	\$ 1,015,872	\$ 61,543	\$ -	\$ (6,348,944)	\$ -	\$ (6,348,944)
Public Safety	1,871,285	482,842	14,027	-	(1,374,416)	-	(1,374,416)
Judiciary and Court Related	1,085,397	646,135	-	-	(439,262)	-	(439,262)
Public Health and Welfare	468,292	14,700	-	-	(453,592)	-	(453,592)
Highway and Streets	2,611,568	29,913	712,726	-	(1,868,929)	-	(1,868,929)
Interest and Fiscal Charges	199,641	-	-	-	(199,641)	-	(199,641)
Total Governmental Activities	<u>13,662,542</u>	<u>2,189,462</u>	<u>788,296</u>	<u>-</u>	<u>(10,684,784)</u>	<u>-</u>	<u>(10,684,784)</u>
<b>Business-Type Activities:</b>							
Care Center	4,785,148	4,659,822	-	-	-	(125,326)	(125,326)
Wehrheim Memorial Old Folks Home	32,908	30,472	-	-	-	(2,436)	(2,436)
Health Department	779,614	108,615	322,257	-	-	(348,742)	(348,742)
Total Business-Type Activities	<u>5,597,670</u>	<u>4,798,909</u>	<u>322,257</u>	<u>-</u>	<u>-</u>	<u>(476,504)</u>	<u>(476,504)</u>
<b>Total Primary Government</b>	<u>\$ 19,260,212</u>	<u>\$ 6,988,371</u>	<u>\$ 1,110,553</u>	<u>\$ -</u>	<u>(10,684,784)</u>	<u>(476,504)</u>	<u>(11,161,288)</u>
<b>General Revenues:</b>							
Property Taxes					4,163,325	-	4,163,325
Sales Taxes					1,764,441	-	1,764,441
Income Taxes					1,104,913	-	1,104,913
Other Taxes					709,943	-	709,943
Motor Fuel Taxes					544,208	-	544,208
Investment Income					12,254	845	13,099
Miscellaneous Income					302,618	2,830	305,448
Total General Revenues					<u>8,601,702</u>	<u>3,675</u>	<u>8,605,377</u>
Deficiency of Revenues							
Over Expenditures					(2,083,082)	(472,829)	(2,555,911)
<b>Other Financing Sources (Uses)</b>							
Interfund Transfers					<u>328,867</u>	<u>(328,867)</u>	<u>-</u>
Total General Revenues and Transfers					<u>8,930,569</u>	<u>(325,192)</u>	<u>8,605,377</u>
Changes in Net Assets					(1,754,215)	(801,696)	(2,555,911)
Net Position - Beginning of Year					<u>10,740,578</u>	<u>2,345,688</u>	<u>13,086,266</u>
Net Position - End of Year					<u>\$ 8,986,363</u>	<u>\$ 1,543,992</u>	<u>\$ 10,530,355</u>

See notes to financial statements.



**RANDOLPH COUNTY, ILLINOIS**  
**BALANCE SHEETS – GOVERNMENTAL FUNDS**  
**NOVEMBER 30, 2016**

	<u>General</u>	<u>County Motor Fuel</u>	<u>Debt Service</u>	<u>Nonmajor Special Revenue</u>	<u>Total Governmental Funds</u>
<b>ASSETS</b>					
Cash and Cash Equivalents	\$ 2,322,009	\$ 1,124,079	\$ 332,202	\$ 797,103	\$ 4,575,393
Cash - Restricted	-	-	601,451	-	601,451
Investments	-	-	-	157,038	157,038
Accounts Receivable	-	330,232	-	73,163	403,395
Due From the State of Illinois	570,009	-	-	-	570,009
Fees and Fines Receivable	111,055	-	-	-	111,055
Inventory	-	-	-	28,317	28,317
Interfund Receivables/(Payables)	<u>(30,615)</u>	<u>-</u>	<u>-</u>	<u>1,158,050</u>	<u>1,127,435</u>
<b>Total Assets</b>	<u>\$ 2,972,458</u>	<u>\$ 1,454,311</u>	<u>\$ 933,653</u>	<u>\$ 2,213,671</u>	<u>\$ 7,574,093</u>
<b>LIABILITIES AND FUND BALANCES</b>					
<b>LIABILITIES</b>					
Accounts Payable	\$ 527,816	\$ 43,472	\$ -	\$ 39,517	\$ 610,805
Interest Payable	-	-	21,451	-	21,451
General Obligation Bonds Payable	-	-	580,000	-	580,000
Funds Held in Trust and Escrow	183,740	-	-	-	183,740
Unearned Grant Revenue	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total Liabilities</b>	<u>711,556</u>	<u>43,472</u>	<u>601,451</u>	<u>39,517</u>	<u>1,395,996</u>
<b>FUND BALANCES</b>					
Restricted to:					
Debt Service	-	-	332,202	-	332,202
Highways & Streets	-	1,410,839	-	267,890	1,678,729
Judicial and Court Related	-	-	-	43,129	43,129
Public Welfare	-	-	-	1,151,067	1,151,067
Other Purposes	-	-	-	712,068	712,068
Committed	500,000	-	-	-	500,000
Assigned	264,548	-	-	-	264,548
Unassigned	<u>1,496,354</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,496,354</u>
<b>Total Fund Balances</b>	<u>2,260,902</u>	<u>1,410,839</u>	<u>332,202</u>	<u>2,174,154</u>	<u>6,178,097</u>
<b>Total Liabilities and Fund Balances</b>	<u>\$ 2,972,458</u>	<u>\$ 1,454,311</u>	<u>\$ 933,653</u>	<u>\$ 2,213,671</u>	<u>\$ 7,574,093</u>

See notes to financial statements.

**RANDOLPH COUNTY, ILLINOIS  
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEETS  
TO THE STATEMENT OF NET POSITION  
YEAR ENDED NOVEMBER 30, 2016**

**Fund Balances - Total Governmental Funds** \$ 6,178,097

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

Accounts receivable not received in the current period and therefore not reported in the governmental funds balance 187,586

Capital assets used in governmental activities are not financial resources and are therefore not reported in the funds. Those assets net of depreciation consist of the following:

Bond Discounts, Net of Amortization	\$ 10,501	
Capitalized Interest Fund, Net of Amortization	8,143	
Investment in Illinois County Insurance Trust	(140,523)	
Deferred Charge on Refunding	66,602	
Deferred Outflows (Net) - Pensions	4,264,699	
Land	10,000	
Land Improvements	17,395	
Buildings and Improvements	4,404,590	
Equipment	234,227	
Infrastructure	<u>9,708,221</u>	
		18,583,855

Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the governmental funds. All liabilities both current and long-term are reported in the statement of net assets.

General Obligation Bonds	(3,888,700)	
Interest Payable	(20,650)	
Accounts Payable	(407,471)	
Net Pension Liability	(10,976,385)	
Accrued OPEB	(155,435)	
Compensated Absences	<u>(514,534)</u>	
		<u>(15,963,175)</u>

**Net Position of Governmental Activities** \$ 8,986,363

See notes to financial statements.

**RANDOLPH COUNTY, ILLINOIS**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**GOVERNMENTAL FUNDS**  
**YEAR ENDED NOVEMBER 30, 2016**

	<u>General</u>	<u>County Motor Fuel</u>	<u>Debt Service</u>	<u>Nonmajor Special Revenue</u>	<u>Total Governmental Funds</u>
<b>REVENUES:</b>					
Taxes:					
Property Tax	\$ 1,173,734	\$ -	\$ 690,153	\$ 2,299,438	\$ 4,163,325
Mobile Home Privilege Tax	4,694	-	2,760	9,181	16,635
Sales Tax	1,834,209	-	-	-	1,834,209
Intergovernmental:					
Replacement Tax	508,308	-	-	185,000	693,308
Motor Fuel Tax	-	544,208	-	-	544,208
Income Tax	1,104,913	-	-	-	1,104,913
Insurance Reimbursements	239,713	-	-	-	239,713
Other Reimbursements	392,224	-	35,285	-	427,509
Charges for Services	1,091,919	-	-	510,192	1,602,111
Fines and Forfeits	54,102	-	-	-	54,102
Interest on Investments	7,516	2,673	578	1,487	12,254
Rents	49,530	-	-	-	49,530
Grants - State of Illinois	80,910	707,386	-	-	788,296
Miscellaneous	177,245	-	-	90,088	267,333
	<u>6,719,017</u>	<u>1,254,267</u>	<u>728,776</u>	<u>3,095,386</u>	<u>11,797,446</u>
<b>TOTAL REVENUES</b>					
<b>EXPENDITURES:</b>					
General Government	5,850,168	-	-	2,047,981	7,898,149
Public Safety	2,149,381	-	-	-	2,149,381
Judiciary and Court Related	1,016,014	-	-	69,383	1,085,397
Public Welfare	-	-	-	436,310	436,310
Highway and Streets	165,414	1,311,105	-	388,679	1,865,198
Bond Principal	-	-	619,600	-	619,600
Bond Interest	-	-	64,258	-	64,258
Paying Agent Fee	-	-	56,557	-	56,557
Miscellaneous	548,558	-	-	-	548,558
	<u>9,729,535</u>	<u>1,311,105</u>	<u>740,415</u>	<u>2,942,353</u>	<u>14,723,408</u>
<b>TOTAL EXPENDITURES</b>					
<b>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</b>					
	(3,010,518)	(56,838)	(11,639)	153,033	(2,925,962)
<b>OTHER FINANCING SOURCES (USES):</b>					
Bond Issued	2,950,000	-	-	-	2,950,000
Transfers Between Funds	424,491	221,639	-	(317,263)	328,867
	<u>3,374,491</u>	<u>221,639</u>	<u>-</u>	<u>(317,263)</u>	<u>3,278,867</u>
<b>NET CHANGE IN FUND BALANCES</b>					
	363,973	164,801	(11,639)	(164,230)	352,905
<b>FUND BALANCES, BEGINNING OF YEAR</b>					
	<u>1,896,929</u>	<u>1,246,038</u>	<u>343,841</u>	<u>2,338,384</u>	<u>5,825,192</u>
<b>FUND BALANCES, END OF YEAR</b>					
	<u>\$ 2,260,902</u>	<u>\$ 1,410,839</u>	<u>\$ 332,202</u>	<u>\$ 2,174,154</u>	<u>\$ 6,178,097</u>

See notes to financial statements.

**RANDOLPH COUNTY, ILLINOIS  
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCE – GOVERNMENTAL FUNDS  
TO THE STATEMENT OF ACTIVITIES  
YEAR ENDED NOVEMBER 30, 2016**

**Net Change in Fund Balances - Total Governmental Funds** \$ 352,905

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

Under the modified accrual basis of accounting used in the governmental funds, revenues are not recognized for transactions that are not normally collected to pay for current expenditures. In the statement of activities, however, which is presented on the accrual basis, revenues and receivables are reported regardless of when financial resources are available. Net changes in revenues:

Accounts Receivable	(217,986)
---------------------	-----------

Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is depreciated over their estimated useful lives:

Expenditures for capital assets	\$ 2,665,080	
Less current year depreciation	<u>(1,231,554)</u>	
		1,433,526

Under the modified accrual basis of accounting used in the governmental funds, expenditures are not recognized for transactions that are not normally paid with expendable available financial resources. In the statement of activities, however, which is presented on the accrual basis, expenses and liabilities are reported regardless of when financial resources are available. Such expenditures are as follows:

Compensated Absences	\$ (30,557)	
Accounts Payable	175,654	
Pension Expense	(1,067,683)	
Change in value in investment in Illinois County Insurance Trust	<u>(17,880)</u>	
		(940,466)

Bond proceeds and leases provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net position. Repayment of bond principal and lease obligations is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position. This is the amount by which repayments exceeded proceeds.

Bond Proceeds	\$(2,950,000)	
Bond Principal Payments	619,600	
Bond Discount	(9,336)	
Interest Expense	(20,649)	
Deferred amount on refunding	(41,601)	
Amortization of Capitalized Interest	(7,240)	
Accrued OPEB	<u>27,032</u>	
		<u>(2,382,194)</u>

**Change in Net Position of Governmental Activities** \$(1,754,215)

See notes to financial statements.

**RANDOLPH COUNTY, ILLINOIS  
STATEMENT OF NET POSITION  
PROPRIETARY FUNDS  
NOVEMBER 30, 2016**

	<b>Randolph County Care Center</b>	<b>Wehrheim Memorial Old Folks Home</b>	<b>Randolph County Health Department</b>	<b>Total</b>
<b>ASSETS</b>				
<b>Current Assets:</b>				
Cash and Cash Equivalents	1,408,634	132,553	352,430	1,893,617
Cash - Restricted	-	29,859	-	29,859
Investments	-	-	-	-
Accounts Receivable	-	-	113,859	113,859
Due From the State of Illinois and Patient Care Receivables, Net of Allowance	977,000	-	-	977,000
Inventories	8,400	-	21,465	29,865
Prepaid Items	315	-	-	315
<b>Total Current Assets</b>	<u>2,394,349</u>	<u>162,412</u>	<u>487,754</u>	<u>3,044,515</u>
<b>Noncurrent Assets:</b>				
Capital Assets, Net of Depreciation				
Land	10,000	9,000	-	19,000
Land Improvements - Net of Depreciation	-	3,834	-	3,834
Building - Net of Depreciation	239,046	-	-	239,046
Equipment - Net of Depreciation	163,213	12,543	23,768	199,524
Leasehold Improvements	-	-	67,008	67,008
<b>Total Noncurrent Assets</b>	<u>412,259</u>	<u>25,377</u>	<u>90,776</u>	<u>528,412</u>
<b>Total Assets</b>	<u>2,806,608</u>	<u>187,789</u>	<u>578,530</u>	<u>3,572,927</u>
<b>LIABILITIES</b>				
<b>Current Liabilities:</b>				
Accounts Payable and Accrued Expenses	295,974	43,624	87,868	427,466
Interfund Payable	1,020,997	-	105,334	1,126,331
Rental Deposits	-	2,000	-	2,000
Due to Public Aid	127,201	-	-	127,201
Unearned Grant Revenues	-	-	51,585	51,585
<b>Total Liabilities</b>	<u>1,444,172</u>	<u>45,624</u>	<u>244,787</u>	<u>1,734,583</u>
<b>Noncurrent Liabilities:</b>				
Accrued Vacation and Sick Pay	187,802	-	106,550	294,352
<b>Total Liabilities</b>	<u>1,631,974</u>	<u>45,624</u>	<u>351,337</u>	<u>2,028,935</u>
<b>NET POSITION</b>				
Investment in Capital Assets, Net of Related Debt	412,259	25,377	90,776	528,412
Restricted for:				
Terms of Bequest	-	29,859	-	29,859
Unrestricted	762,375	86,929	136,417	985,721
<b>Total Net Position</b>	<u>1,174,634</u>	<u>142,165</u>	<u>227,193</u>	<u>1,543,992</u>

See notes to financial statements.

**RANDOLPH COUNTY, ILLINOIS**  
**STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION**  
**PROPRIETARY FUNDS**  
**YEAR ENDED NOVEMBER 30, 2016**

	<b>Randolph County Care Center</b>	<b>Wehrheim Memorial Old Folks Home</b>	<b>Randolph County Health Department</b>	<b>Total</b>
<b>OPERATING REVENUES:</b>				
Charges for Services	\$ 4,659,822	\$ 30,472	\$ 108,615	\$ 4,798,909
Operating Grants & Contributions	<u>-</u>	<u>-</u>	<u>322,257</u>	<u>322,257</u>
<b>TOTAL OPERATING REVENUES</b>	<u>4,659,822</u>	<u>30,472</u>	<u>430,872</u>	<u>5,121,166</u>
<b>OPERATING EXPENSES:</b>				
Health Care Services	2,196,297	-	540,148	2,736,445
Dietary	378,722	-	-	378,722
Housekeeping	191,607	-	-	191,607
Laundry	156,770	-	-	156,770
Maintenance	154,170	2,196	-	156,366
Liability Insurance	134,398	2,744	-	137,142
Utilities	170,773	5,440	-	176,213
Administration	491,967	16,901	218,650	727,518
Employee Benefits	803,801	-	-	803,801
Depreciation	86,485	2,832	20,816	110,133
Legal and Professional	<u>20,158</u>	<u>2,795</u>	<u>-</u>	<u>22,953</u>
<b>TOTAL OPERATING EXPENSES</b>	<u>4,785,148</u>	<u>32,908</u>	<u>779,614</u>	<u>5,597,670</u>
<b>NET OPERATING LOSS</b>	<u>(125,326)</u>	<u>(2,436)</u>	<u>(348,742)</u>	<u>(476,504)</u>
<b>NON-OPERATING REVENUES:</b>				
Interest Income	-	321	524	845
Miscellaneous Income	<u>-</u>	<u>488</u>	<u>2,342</u>	<u>2,830</u>
<b>TOTAL NON-OPERATING REVENUES</b>	<u>-</u>	<u>809</u>	<u>2,866</u>	<u>3,675</u>
<b>LOSS BEFORE OTHER FINANCING USES</b>	(125,326)	(1,627)	(345,876)	(472,829)
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers Between Funds	<u>(675,000)</u>	<u>-</u>	<u>346,133</u>	<u>(328,867)</u>
<b>CHANGE IN NET ASSETS</b>	(800,326)	(1,627)	257	(801,696)
<b>TOTAL NET ASSETS - BEGINNING</b>	<u>1,974,960</u>	<u>143,792</u>	<u>226,936</u>	<u>2,345,688</u>
<b>TOTAL NET ASSETS - ENDING</b>	<u>\$ 1,174,634</u>	<u>\$ 142,165</u>	<u>\$ 227,193</u>	<u>\$ 1,543,992</u>

See notes to financial statements.

**RANDOLPH COUNTY, ILLINOIS  
STATEMENT OF CASH FLOWS  
PROPRIETARY FUNDS  
YEAR ENDED NOVEMBER 30, 2016**

	Proprietary Funds			Total
	Randolph County Care Center	Wehrheim Memorial Old Folks Home	Randolph County Health Department	
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>				
Cash Received From Residents	\$ 4,574,042	\$ 21,120	\$ -	\$ 4,595,162
Cash Received From County	152,638	-	-	152,638
Cash Received from Crops Sold	-	9,352	-	9,352
Cash Received For Services	-	-	135,283	135,283
Cash Received From Grants	-	-	322,257	322,257
Payments to Suppliers	(2,465,037)	(21,270)	(309,120)	(2,795,427)
Payments to Employees	(2,233,147)	-	(439,298)	(2,672,445)
<b>Net Change in Cash Flows from Operating Activities</b>	<u>28,496</u>	<u>9,202</u>	<u>(290,878)</u>	<u>(253,180)</u>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:</b>				
Purchase of Capital Assets	-	-	(4,823)	(4,823)
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>				
Interest Income	201,562	321	524	202,407
Miscellaneous Income	-	488	2,342	2,830
Investment purchases	-	-	-	-
Transfer (to) from Randolph County, net	(675,000)	-	346,133	(328,867)
<b>Net Change in Cash Flows from Investing Activities</b>	<u>(473,438)</u>	<u>809</u>	<u>348,999</u>	<u>(123,630)</u>
<b>NET CHANGE IN CASH AND CASH EQUIVALENTS</b>	(444,942)	10,011	53,298	(381,633)
<b>CASH AND CASH EQUIVALENTS - BEGINNING OF YEAR</b>	<u>1,853,576</u>	<u>152,401</u>	<u>299,132</u>	<u>2,305,109</u>
<b>CASH AND CASH EQUIVALENTS - END OF YEAR</b>	<u>\$ 1,408,634</u>	<u>\$ 162,412</u>	<u>\$ 352,430</u>	<u>\$ 1,923,476</u>
<b>RECONCILIATION OF OPERATING LOSS TO NET CHANGE IN CASH FROM OPERATING ACTIVITIES:</b>				
Loss From Operations	\$ (125,326)	\$ (2,436)	\$(348,742)	\$ (476,504)
<b>ADJUSTMENTS TO RECONCILE INCOME FROM OPERATIONS TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:</b>				
Depreciation and Amortization	86,485	2,832	20,816	110,133
(Increase) Decrease in Assets:				
Accounts Receivable	(212,981)	-	37,123	(175,858)
Prepaid Expenses	983	-	-	983
Inventory	-	-	(3,109)	(3,109)
Increase (Decrease) in Liabilities:				
Accounts Payable and Accrued Expenses	12,084 <sup>Ⓜ</sup>	8,806	5,884	26,774
Due To/From Randolph County	152,638	-	1,063	153,701
Due to Public Aid	127,201	-	-	127,201
Accrued Vacation and Sick Pay	(12,588)	-	3,433	(9,155)
Unearned Grant Revenues	-	-	(7,346)	(7,346)
<b>NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES</b>	<u>\$ 28,496</u>	<u>\$ 9,202</u>	<u>\$(290,878)</u>	<u>\$ (253,180)</u>

See notes to financial statements.

**RANDOLPH COUNTY, ILLINOIS  
STATEMENT OF FIDUCIARY NET POSITION  
AGENCY FUNDS  
YEAR ENDED NOVEMBER 30, 2016**

	<u>Total</u>
<b>ASSETS:</b>	
Cash and Cash Equivalents	\$ 535,107
Accounts Receivable	<u>155,609</u>
<b>TOTAL ASSETS</b>	<u>690,716</u>
<b>LIABILITIES:</b>	
Due to Others	<u>690,716</u>
<b>TOTAL LIABILITIES</b>	<u>690,716</u>
<b>TOTAL NET POSITION</b>	<u>\$ -</u>

See notes to financial statements.



**RANDOLPH COUNTY, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED NOVEMBER 30, 2016**

**NOTE 1 - Statement of Significant Accounting Policies:**

The accounting policies of Randolph County, Illinois (the “County”), conform to generally accepted accounting principles which are appropriate to local governmental units of this type.

**A. Principles Used to Determine the Scope of the Reporting Entity**

The County's reporting entity includes its governing Board and all related organizations for which the County exercises oversight responsibility.

The County has developed criteria to determine whether outside agencies with activities, which benefit the citizens of the County should be included within its financial reporting entity. The criteria includes, but is not limited to, whether the County exercises responsibility (which includes financial interdependency, selection of governing authority, designation of management, ability to significantly influence operations, and accountability for fiscal matters), scope of public service, and special financing relationships.

Blended component units include the Randolph County Care Center and the Wehrheim Memorial Old Folks Home. Descriptions of these blended component units are as follows:

Randolph County Care Center – This certified 100-bed facility provides long-term healthcare to patients. This facility participates in both Medicaid and Medicare.

Wehrheim Memorial Old Folks Home – Under the provision of the Will of Anna Wehrheim Brown, property known as the Wehrheim Homestead of Ellis Grove, Illinois, was bequeathed to the commissioners of Randolph County. There was an express condition that the premises shall be used as the site and location of a retirement home to be known as the Wehrheim Memorial Old Folks Home, now located at the said premises. Readers desiring the latest Annual Financial Report of Wehrheim Memorial Old Folks Home should make their request to Randolph County, Illinois, #1 Taylor Street, Chester, Illinois 62233 or by calling (618) 826-5000.

The blended component units have been presented as proprietary funds.

**B. Basis Presentation - Basis of Accounting**

**Basis of Presentation**

***Government-wide Statements***

The statement of net position and the statement of activities display information about the primary government (the County) and its blended component units. These statements include the financial activities of the overall government, except for fiduciary activities. Eliminations have been made to minimize the double-counting of internal activities. These statements distinguish between the *governmental* and *business-type activities* of the County. Governmental activities generally are financed through taxes, intergovernmental revenues, and other non-exchange transactions. Business-type activities are financed in whole or in part by fees charged to external parties.

**RANDOLPH COUNTY, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS - Continued**  
**YEAR ENDED NOVEMBER 30, 2016**

**NOTE 1 - Statement of Significant Accounting Policies - Continued:**

**B. Basis Presentation - Basis of Accounting - Continued**

***Government-wide Statements - Continued***

The statement of activities presents a comparison between direct expenses and program revenues for the different business-type activities of the County and for each function of the County's governmental activities. Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. Program revenues include (a) fees, fines, and charges paid by the recipients of goods or services offered by the programs and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues.

***Fund Financial Statements***

The fund financial statements provide information about the County's funds, including its fiduciary funds and blended component units. Separate statements for each fund category--*governmental*, *proprietary*, and *fiduciary* are presented. The emphasis of fund financial statements is on major governmental and enterprise funds, each displayed in a separate column. All remaining governmental and enterprise funds are aggregated and reported as non-major funds.

The non-major funds include special revenue funds. The special revenue funds are used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specified purposes other than debt service or capital projects.

Proprietary fund operating revenues, such as charges for services, result from exchange transactions associated with the principal activity of the fund. Exchange transactions are those in which each party receives and gives up essentially equal values. Non-operating revenues, such as subsidies and investment earnings, result from non-exchange transactions or ancillary activities.

The County reports the following major governmental funds:

***General Fund*** - This is the County's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

***County Motor Fuel*** - This fund accounts for the distribution of the Motor Fuel Taxes as collected by the State of Illinois for use in Randolph County projects approved by the Illinois Department of Transportation.

***Debt Service*** - The debt service funds are used to account for and report financial resources that are restricted, committed, or assigned to expenditure for principal and interest.

The County reports the following significant proprietary funds:

***Randolph County Care Center*** - This fund accounts for the long-term healthcare services provided by the nursing home facility.

***Randolph County Health Department*** - This fund accounts for the long-term healthcare services provided by the county health department facility.

**RANDOLPH COUNTY, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS - Continued**  
**YEAR ENDED NOVEMBER 30, 2016**

**NOTE 1 - Statement of Significant Accounting Policies - Continued:**

**B. Basis Presentation - Basis of Accounting - Continued**

*Fund Financial Statements - Continued*

The County reports the following fiduciary fund type:

*Agency Funds* - These funds account for monies held on behalf of school districts, special districts, and retirement boards that use the County as a depository; property taxes collected on behalf of other governments and surety bonds and performance deposits.

**Measurement Focus, Basis of Accounting**

*Government-wide, Proprietary, and Fiduciary Fund Financial Statements*

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

*Governmental Fund Financial Statements*

Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. The County considers all revenues reported in the governmental funds to be available if the revenues are collected within sixty days after year-end. Property taxes, sales taxes, franchise taxes, licenses, and interest are considered to be susceptible to accrual. Expenditures are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, claims and judgments, and compensated absences, which are recognized as expenditures to the extent they have matured. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt and acquisitions under capital leases are reported as other financing sources.

Under the terms of grant agreements, the County funds certain programs by a combination of specific cost-reimbursement grants, categorical block grants, and general revenues. Thus, when program expenses are incurred, there are both restricted and unrestricted net position available to finance the program. It is the County's policy to first apply cost-reimbursement grant resources to such programs, followed by categorical block grants, and then by general revenues. Major revenues of the governmental funds include fines and forfeitures, fees, and charges for service.

When both restricted and unrestricted resources are available for use, it is the County's policy to use restricted resources first, then unrestricted resources as needed.

**RANDOLPH COUNTY, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS - Continued**  
**YEAR ENDED NOVEMBER 30, 2016**

**NOTE 1 - Statement of Significant Accounting Policies - Continued:**

**B. Basis Presentation - Basis of Accounting - Continued**

***Governmental Fund Financial Statements - Continued***

All governmental and business-type activities and enterprise funds of the County follow FASB Statements and Interpretations issued on or before November 30, 1989, Accounting Principles Board Opinions, and Accounting Research Bulletins, unless those pronouncements conflict with GASB pronouncements.

**C. Fund Balance Reporting**

Beginning with fiscal year 2011, the County implemented GASB Statement No. 54, "Fund Balance Reporting and Governmental Fund Type Definitions." The Statement provides more clearly defined fund balance categories to make the nature and extent of the constraints placed on a government's fund balances more transparent. The following classifications describe the relative strength of the spending constraints:

Non-spendable Fund Balance - the non-spendable fund balance classification includes amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact.

Restricted Fund Balance - the restricted fund balance classification refers to amounts that are subject to outside restrictions, not controlled by the entity. Things such as restrictions imposed by creditors, grantors, contributors, or laws and regulations of other governments, or imposed by law through constitutional provisions or enabling legislation. Special Revenue Funds are by definition restricted for those specified purposes.

Committed Fund Balance - the committed fund balance classification refers to amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the government's highest level of decision making authority (the Board of Commissioners). Those committed amounts cannot be used for any other purpose unless the government removes or changes the specified use by taking the same type of formal action (e.g. legislation, resolution, ordinance) it employed to previously commit those amounts. The Board of Commissioners commits the fund balance by making motions or passing resolutions to adopt policy or to approve contracts. Committed fund balance also incorporates contractual obligations to the extent that existing resources in the fund have been specifically committed for use in satisfying those contractual requirements.

Assigned Fund Balance - the assigned fund balance classification refers to amounts that are constrained by the County's intent to be used for a specific purpose, but are neither restricted nor committed. Intent may be expressed by (a) the Board of Commissioners itself or (b) the Commissioners when the Board of Commissioners has delegated the authority to assign amounts to be used for specific purposes.

**RANDOLPH COUNTY, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS - Continued**  
**YEAR ENDED NOVEMBER 30, 2016**

**NOTE 1 - Statement of Significant Accounting Policies - Continued:**

**C. Fund Balance Reporting – Continued**

Unassigned Fund Balance - the unassigned fund balance classification is the residual classification for amounts in the General Operating Funds for amounts that have not been restricted, committed, or assigned to specific purposes within the General Funds.

Expenditures of Fund Balance - unless specifically identified, expenditures act to reduce restricted balances first, then committed balances, next assigned balances, and finally act to reduce unassigned balances. Expenditures for a specifically identified purpose will act to reduce the specific classification of fund balance that is identified.

**D. Assets, Liabilities, and Net Position**

**Deposits and Investments**

Investment balances, which consist of certificates of deposits, government securities, and savings accounts, are stated at cost which approximates market.

**Cash and Cash Equivalents**

The County considers cash and cash equivalents, with original maturities of ninety days or less, in proprietary funds to be cash on hand and demand deposits.

**Receivables**

All trade and property tax receivables are shown net of an allowance for uncollectible accounts. The Randolph County Care Center has recorded an allowance for bad debts of \$483,752 or approximately 10.4% of total estimated revenues.

**Property Taxes**

The County's property tax levy for 2015 payable in 2016 was passed by the Board on December 1, 2015. Property taxes attach as an enforceable lien on property as of January 1, and taxes are payable in two installments on June 1 and September 1, according to statute. For collection of 2015 taxes, the due dates were July 26, 2016, and September 6, 2016. The majority of the taxes were received by the County by November 30, 2016. The property tax levy for 2016 taxes payable in 2017 was passed by the Board on December 1, 2016.

**Inventories and Prepaid Expenses**

Materials and supplies are carried in an inventory account at cost and are subsequently charged to expenditures when consumed, on a first-in, first-out basis. Inventories also include plant maintenance and operating supplies.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items.

**RANDOLPH COUNTY, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS - Continued**  
**YEAR ENDED NOVEMBER 30, 2016**

**NOTE 1 - Statement of Significant Accounting Policies - Continued:**

**D. Assets, Liabilities, and Net Position - Continued**

**Capital Assets**

Purchased or constructed capital assets are reported at cost or estimated historical cost. Donated fixed assets are recorded at their estimated fair value at the date of donation. The County records infrastructure assets within the guidelines promulgated by Governmental Accounting Standards. The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized.

Capital asset accounting is being implemented using the straight-line method over the following estimated useful lives:

<u>Estimated Asset Class</u>	<u>Useful Lives</u>
Infrastructure	25 - 50
Buildings	50
Building Improvements	5 - 50
Equipment and Vehicles	5 - 10
Land Improvements	10 - 20

Depreciation was recognized for the year ended November 30, 2016, over these lives for assets recognized at assigned values as of December 1, 2001 and at cost of acquisition thereafter.

**Compensated Absences**

The County accrues unpaid vacation and sick pay according to policies and procedures agreed upon in various collective bargaining agreements and non-union employee personnel policies.

Accumulated unpaid vacation and sick pay has been estimated at November 30, 2016, as follows:

<u>Personnel Employed By</u>	
Randolph County Care Center	\$187,802
Randolph County Health Dept.	106,550
Courthouse and Sheriff	396,910
Highway	<u>117,624</u>
Total Compensated Absences	<u>\$808,886</u>

**Interfund Transactions**

The County eliminates all interfund receivables, payables, and transfers in the government-wide financial statements. Interfund receivables, payables, and transfers are reported on the fund financial statements.

**RANDOLPH COUNTY, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS - Continued**  
**YEAR ENDED NOVEMBER 30, 2016**

**NOTE 1 - Statement of Significant Accounting Policies - Continued:**

**D. Assets, Liabilities, and Net Position - Continued**

**Deferred Outflows of Resources**

In addition to assets, the statement of financial position reports a separate section for deferred outflows of resources. This represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The County only has one item that qualifies for reporting in this category, which is the deferred charge on refunding. A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized as a component of interest expense over the shorter of the life of the refunded or refunding debt.

**Net Position/Fund Balances**

Net position represents the difference between assets and liabilities. Net position invested in capital assets, net of related debt consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowings used for the acquisition, construction, or improvement of those assets. Portion of net position is reported as restricted when there are limitations on its use either through the enabling legislation adopted by the County or through external restrictions imposed by creditors, grantors or laws or regulations of other governments. The remaining net position is reported as unrestricted.

The Special Revenue fund balances are committed for the following purposes at November 30, 2016:

Debt Service	\$ 332,202
Highways and Streets	1,678,729
Judiciary and court-related	43,129
Public welfare	1,151,067
Other Purposes	<u>712,068</u>
Total	<u>\$3,917,195</u>

**Subsequent Events**

Subsequent events were evaluated through April 21, 2016, the date the financial statements were available to be issued. No events or transactions occurring during this period were noted which required recognition or disclosure in the financial statements.

**Use of Estimates**

The preparation of the financial statements requires management to make estimates and assumptions that affect the reported amounts of assets, deferred outflows of resources and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

**RANDOLPH COUNTY, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS - Continued**  
**YEAR ENDED NOVEMBER 30, 2016**

**NOTE 2 - Cash and Investments:**

**Deposits**

At November 30, 2016, the carrying amount of the County's deposits, including Fiduciary Funds, was \$7,747,447. The bank balance was \$12,140,941 subject to tax distributions totaling \$2,727,262. Deposits are categorized in accordance with risk factors created by governmental reporting standards. The County has in-house petty cash funds totaling \$1,450 which are included in the carrying amount. All deposits were covered by federal depository insurance or collateral held by the financial institution pledged in the County's name.

The following summarizes restricted and committed cash by the County at November 30, 2016:

Working Cash	\$ 500,000
Debt Service	933,653
Terms of Bequest	<u>29,859</u>
 Total Restricted/Committed Cash	 <u>\$1,463,512</u>

**Investments**

The County follows the Public Funds Investment Act of the State of Illinois. As of November 30, 2016, the County had the following investments:

<u>Investment Type</u>	<u>Fair Value</u>	<u>Less than 1</u>	<u>1 - 5</u>	<u>6 - 10</u>	<u>More than 10</u>
Certificates of Deposit	<u>\$ 157,038</u>	<u>\$ --</u>	<u>\$157,038</u>	<u>\$ --</u>	<u>\$ --</u>

The custodial credit risk for deposits is the risk that in the event of a bank failure, the County's deposits may not be recovered. The County's investment policy addresses custodial credit risk. All certificates of deposit are covered by federal depository insurance or collateral held by the financial institution pledged in the County's name.

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The County's investment policy limits investment maturities as a means of managing its exposure to fair value losses arising from changing interest rates.

Concentration of credit risk is the risk of loss attributed to the magnitude of an entity's investment in a single issuer. The County places no limit on the amount the County may invest in any one issuer.

More than 5 percent of the County's investments are in:

<u>Issuer</u>	<u>% of County's Investments</u>
Bank of Dieterich	100%



**RANDOLPH COUNTY, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS - Continued**  
**YEAR ENDED NOVEMBER 30, 2016**

**NOTE 3 - Interfund Receivables, Payables, and Transfers:**

Interfund payables for the year ended November 30, 2016, were as follows:

<b>Interfund payables</b>	<b>Governmental</b>	<b>Agency</b>	<b>Proprietary</b>	<b>Totals</b>
General Fund	\$ (30,615)	\$ -	\$ -	\$ (30,615)
Special Revenue Funds	1,158,050	-	-	1,158,050
Agency Funds	-	(1,104)	-	(1,104)
Randolph County Care Center	-	-	(1,020,997)	(1,020,997)
Randolph County Health Department	-	-	(105,334)	(105,334)
<b>Total</b>	<b>\$ 1,127,435</b>	<b>\$ (1,104)</b>	<b>\$ (1,126,331)</b>	<b>\$ -</b>

The composition of interfund transfers for the year ended November 30, 2016, is as follows:

<b>Transfers</b>	<b>General Fund</b>	<b>County Motor</b>	<b>Randolph</b>	<b>Totals</b>
		<b>Fuel Tax</b>	<b>County Health Department</b>	
General Fund	\$ -	\$ 221,639	\$ 346,133	\$ 567,772
Non-major Special Revenue	317,263	-	-	317,263
Randolph County Care Center	675,000	-	-	675,000
<b>Total</b>	<b>\$ 992,263</b>	<b>\$ 221,639</b>	<b>\$ 346,133</b>	<b>\$ 1,560,035</b>

The above interfund transfers are made primarily for reimbursement of eligible expenditures and to supplement other funds' resources upon approval by the Board of Commissioners. The County Motor Fuel Tax Fund recognized transfers of \$221,639 from the Matching Fund for various infrastructure projects. The Health Department recognized 346,133 of transfers from the County Health Tax Fund. The Working Cash Fund loaned the IMRF Fund \$550,000 to help meet costs prior to receiving real estate taxes. The IMRF Fund reimbursed the Working Cash Fund. The General Fund recognized transfers of \$675,000 from the Care Center various expenses to fund operations.

**NOTE 4 - Change in Accounting Estimate:**

The County Highway Department historically participates in joint Road projects with the Illinois Department of Transportation and the United States Department of Transportation. Participation in these projects facilitates many road improvements for the County might not make in any given year. The County conservatively records the full cost of the infrastructure in Capital Assets knowing a change in accounting estimate will be made in forthcoming years by as much as 90% of original costs. During the year ended November 30, 2016, the County revised estimates in Net Capital Assets and Net Position of \$2,391,125. A reconciliation follows:

	<b>Balance as of</b>	<b>Estimate</b>	<b>Balance as of</b>
	<b>11/30/15</b>	<b>Revision</b>	<b>12/01/15</b>
Land	\$ 10,000	\$ -	\$ 10,000
Total capital assets being depreciated	42,412,265	(2,994,104)	39,418,161
Total accumulated depreciation	27,090,233	(602,979)	26,487,254
Total capital assets being depreciated	15,322,032	(2,391,125)	12,930,907
Governmental activities capital assets, net	\$ 15,332,032	\$ (2,391,125)	\$ 12,940,907
Net position - end of year	\$ 13,131,703	\$ (2,391,125)	\$ 10,740,578

**RANDOLPH COUNTY, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS - Continued**  
**YEAR ENDED NOVEMBER 30, 2016**

**NOTE 5 - Capital Assets:**

Capital asset activities for the year ended November 30, 2016, were as follows:

<b>Government Activities:</b>	<b><u>Beginning</u></b> <b><u>Balances</u></b>	<b><u>Increases</u></b>	<b><u>Decreases</u></b>	<b><u>Ending</u></b> <b><u>Balances</u></b>
Land	\$ 10,000	\$ -	\$ -	\$ 10,000
<i>Capital assets being depreciated:</i>				
Land Improvements	104,382	-	-	104,382
Buildings and Improvements	10,779,078	2,335,689	-	13,114,767
Equipment	5,547,447	-	-	5,547,447
Infrastructure - Highways 1980-2003	15,274,366	-	-	15,274,366
Infrastructure	<u>7,712,888</u>	<u>329,391</u>	-	<u>8,042,279</u>
Total capital assets being depreciated	<u>39,418,161</u>	<u>2,665,080</u>	-	<u>42,083,241</u>
<i>Less accumulated depreciation for:</i>				
Land Improvements	80,028	6,959	-	86,987
Buildings and Improvements	8,486,309	223,868	-	8,710,177
Equipment	5,203,988	109,232	-	5,313,220
Infrastructure - Highways 1980-2003	10,538,556	437,513	-	10,976,069
Infrastructure	<u>2,178,373</u>	<u>453,982</u>	-	<u>2,632,355</u>
Total accumulated depreciation	<u>26,487,254</u>	<u>1,231,554</u>	-	<u>27,718,808</u>
Total capital assets being depreciated, net	<u>12,930,907</u>	<u>1,433,526</u>	-	<u>14,364,433</u>
Governmental activities capital assets, net	<u>\$ 12,940,907</u>	<u>\$ 1,433,526</u>	<u>\$ -</u>	<u>\$ 14,374,433</u>

Depreciation expense for governmental activities was charged to functions as follows:

General Government	\$ 205,979
Public Safety	71,569
Highways and Streets	465,819
Highways and Streets - Retroactive	456,205
Public Health	<u>31,982</u>
	<u>\$ 1,231,554</u>

**RANDOLPH COUNTY, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS - Continued**  
**YEAR ENDED NOVEMBER 30, 2016**

**NOTE 5 - Capital Assets - Continued:**

Business-type activities consist of the Randolph County Care Center, the Anna Wehrheim Brown Old Folks Home, and the Randolph County Health Department. Activities for each fund are as follows:

<b>Business-Type Activities:</b>	<b><u>Beginning Balances</u></b>	<b><u>Increases</u></b>	<b><u>Decreases</u></b>	<b><u>Ending Balances</u></b>
<b>Randolph County Care Center</b>				
Land	10,000	-	-	10,000
<i>Capital assets being depreciated:</i>				
Land Improvements	8,157	-	-	8,157
Buildings and Improvements	4,576,336	-	-	4,576,336
Equipment	1,388,560	-	-	1,388,560
Total capital assets being depreciated	<u>5,973,053</u>	<u>-</u>	<u>-</u>	<u>5,973,053</u>
Less accumulated depreciation for:				
Land Improvements	8,157	-	-	8,157
Buildings and Improvements	4,282,925	54,365	-	4,337,290
Equipment	1,193,227	32,120	-	1,225,347
Total accumulated depreciation	<u>5,484,309</u>	<u>86,485</u>	<u>-</u>	<u>5,570,794</u>
Total capital assets being depreciated, net	<u>488,744</u>	<u>(86,485)</u>	<u>-</u>	<u>402,259</u>
Total Capital Assets	<u>498,744</u>	<u>(86,485)</u>	<u>-</u>	<u>412,259</u>
	<b><u>Beginning Balances</u></b>	<b><u>Increases</u></b>	<b><u>Decreases</u></b>	<b><u>Ending Balances</u></b>
<b>Wehrheim Memorial Old Folks Home</b>				
Land	9,000	-	-	9,000
<i>Capital assets being depreciated:</i>				
Land Improvements	16,924	-	-	16,924
Buildings and Improvements	240,000	-	-	240,000
Equipment	52,922	-	-	52,922
Total capital assets being depreciated	<u>309,846</u>	<u>-</u>	<u>-</u>	<u>309,846</u>
Less accumulated depreciation for:				
Land Improvements	12,188	902	-	13,090
Buildings and Improvements	240,000	-	-	240,000
Equipment	38,449	1,930	-	40,379
Total accumulated depreciation	<u>290,637</u>	<u>2,832</u>	<u>-</u>	<u>293,469</u>
Total capital assets being depreciated, net	<u>19,209</u>	<u>(2,832)</u>	<u>-</u>	<u>16,377</u>
Total Capital Assets	<u>28,209</u>	<u>(2,832)</u>	<u>-</u>	<u>25,377</u>

**RANDOLPH COUNTY, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS - Continued**  
**YEAR ENDED NOVEMBER 30, 2016**

**NOTE 5 - Capital Assets - Continued:**

<b>Business-Type Activities - Continued:</b>	<b><u>Beginning</u></b>			<b><u>Ending</u></b>
	<b><u>Balances</u></b>	<b><u>Increases</u></b>	<b><u>Decreases</u></b>	<b><u>Balances</u></b>
<b>Randolph County Health Department</b>				
<i>Capital assets being depreciated:</i>				
Equipment	257,029	4,823	-	261,852
Leasehold Improvements	<u>154,461</u>	<u>-</u>	<u>-</u>	<u>154,461</u>
Total capital assets being depreciated	<u>411,490</u>	<u>4,823</u>	<u>-</u>	<u>416,313</u>
Less accumulated depreciation for:				
Equipment	224,991	13,093	-	238,084
Leasehold Improvements	<u>79,730</u>	<u>7,723</u>	<u>-</u>	<u>87,453</u>
Total accumulated depreciation	<u>304,721</u>	<u>20,816</u>	<u>-</u>	<u>325,537</u>
Total capital assets being depreciated, net	<u>106,769</u>	<u>(15,993)</u>	<u>-</u>	<u>90,776</u>
Total Capital Assets	<u><u>106,769</u></u>	<u><u>(15,993)</u></u>	<u><u>-</u></u>	<u><u>90,776</u></u>
<b>Business-Type Activities Capital Assets, net</b>				
Randolph County Care Center	498,744	(86,485)	-	412,259
Wehrheim Memorial Old Folks Home	28,209	(2,832)	-	25,377
Randolph County Health Department	<u>106,769</u>	<u>(15,993)</u>	<u>-</u>	<u>90,776</u>
	<u><u>633,722</u></u>	<u><u>(105,310)</u></u>	<u><u>-</u></u>	<u><u>528,412</u></u>

Depreciation expense for business-type activities was charged to functions as follows:

Care Center	86,485
Old Folks Home	2,832
Health Department	<u>20,816</u>
	<u><u>110,133</u></u>

**RANDOLPH COUNTY, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS - Continued**  
**YEAR ENDED NOVEMBER 30, 2016**

**NOTE 6 - Pension Plans:**

**Illinois Municipal Retirement Fund**

Randolph County's defined benefit pension plan, Illinois Municipal Retirement Fund ("IMRF"), provides retirement, disability, annual cost of living adjustments and death benefits to plan members and beneficiaries. IMRF acts as a common investment and administrative agent for local governments, counties and school districts in Illinois. The Illinois Pension Code establishes the benefit provisions of the plan that can only be amended by the Illinois General Assembly. IMRF issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained at [www.imrf.org/pubs/pubs\\_homepage.htm](http://www.imrf.org/pubs/pubs_homepage.htm) or by writing to the Illinois Municipal Retirement Fund, 2211 York Road, Suite 500, Oak Brook, Illinois 60523.

**GASB 50 Disclosures -**

As of the date these financial statements were available to be issued, Plan information relating to the 2014 Schedules of Funding Progress for the Sheriff's Law Enforcement Personnel, (SLEP), Elected County Official, (ECO), and Regular Employees, (Regular), were unavailable. The County estimated the Net Pension Obligation (NPO) for each Plan for the last three fiscal years is as follows:

<u>Plan</u>	<u>12/31/2016</u>	<u>12/31/2015</u>	<u>12/31/2014</u>	<u>Previous NPO</u>	<u>Totals</u>
SLEP	\$ -	\$ -	\$ -	\$ 205,159	\$ 205,159
ECO	-	-	-	-	-
Regular	-	-	56,342	562,001	618,343
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 56,342</u>	<u>\$ 767,160</u>	<u>\$ 823,502</u>

**IMRF – Sheriff's Law Enforcement Personnel**

*Plan Description.* The employer's defined benefit pension plan for Sheriffs Law Enforcement Personnel employees provides retirement and disability benefits, post retirement increases, and death benefits to plan members and beneficiaries. The employer 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 (RSI). That report may be obtained on-line at [www.imrf.org](http://www.imrf.org).

*Funding Policy.* As set by statute, your employer Sheriffs Law Enforcement Personnel plan members are required to contribute 7.50 percent of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The employer annual required contribution rate for calendar year 2015 was 19.50 percent. The employer 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.

**RANDOLPH COUNTY, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS - Continued**  
**YEAR ENDED NOVEMBER 30, 2016**

**NOTE 6 - Pension Plans - Continued:**

**IMRF – Sheriff’s Law Enforcement Personnel – Continued:**

**GASB 50 Disclosures – (continued)**

Annual Pension Cost. The required contribution for calendar year 2015 was \$307,827.

**Three-Year Trend Information for the SLEP Plan**

<b>Actuarial Valuation Date</b>	<b>Annual Pension Cost (APC)</b>	<b>Percentage of APC Contribution</b>	<b>Net Pension Obligation</b>
12/31/2015	\$307,827	100%	\$ 0
12/31/2014	\$314,701	100%	\$ 0
12/31/2013	\$318,624	100%	\$ 0

The required contribution for 2015 was determined as part of the December 31, 2013, actuarial valuation using the entry age normal actuarial cost method. The actuarial assumptions at December 31, 2013, 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) postretirement benefit increases of 3% annually. The actuarial value of your employer Sheriffs Law Enforcement Personnel 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 employer Sheriffs Law Enforcement Personnel plan's unfunded actuarial accrued liability at December 31, 2013 is being amortized as a level percentage of projected payroll on an open 28 year basis.

Funded Status and Funding Progress. As of December 31, 2015, the most recent actuarial valuation date, the Sheriffs Law Enforcement Personnel plan was 60.36 percent funded. The actuarial accrued liability for benefits was \$5,412,529 and the actuarial value of assets was \$3,267,262, resulting in an underfunded actuarial accrued liability (UAAL) of \$2,145,267. The covered payroll for calendar year 2015 (annual payroll of active employees covered by the plan) was \$1,578,598 and the ratio of the UAAL to the covered payroll was 136 percent.

The schedule of funding progress, presented as required supplemental information (RSI) following the notes to the financial statements, presents multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits.

**IMRF – Elected County Official**

*Plan Description.* The employer's defined benefit pension plan for Elected County Official employees provides retirement and disability benefits, post retirement increases, and death benefits to plan members and beneficiaries. The employer 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 (RSI). That report may be obtained on-line at [www.imrf.org](http://www.imrf.org).

**RANDOLPH COUNTY, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS - Continued**  
**YEAR ENDED NOVEMBER 30, 2016**

**NOTE 6 - Pension Plans - Continued:**

**GASB 50 Disclosures – (continued)**

**IMRF – Elected County Official - Continued**

*Funding Policy.* As set by statute, your employer Elected County Official plan members are required to contribute 7.50 percent of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The employer annual required contribution rate for calendar year 2015 was 50.29 percent. The employer 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.

Annual Pension Cost. The required contribution for calendar year 2015 was \$137,475.

**Three-Year Trend Information for the ECO Plan**

<b>Actuarial Valuation Date</b>	<b>Annual Pension Cost (APC)</b>	<b>Percentage of APC Contribution</b>	<b>Net Pension Obligation</b>
12/31/2015	\$137,475	100%	\$ 0
12/31/2014	\$229,099	100%	\$ 0
12/31/2013	\$133,404	100%	\$ 0

The required contribution for 2015 was determined as part of the December 31, 2013, actuarial valuation using the entry age normal actuarial cost method. The actuarial assumptions at December 31, 2013, 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) postretirement benefit increases of 3% annually. The actuarial value of your employer Elected County Official 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 employer Elected County Official plan's unfunded actuarial accrued liability at December 31, 2013 is being amortized as a level percentage of projected payroll on an open 28 year basis.

*Funded Status and Funding Progress.* As of December 31, 2015, the most recent actuarial valuation date, the Elected County Official plan was 0.00 percent funded. The actuarial accrued liability for benefits was \$1,572,818 and the actuarial value of assets was (\$135,992), resulting in an underfunded actuarial accrued liability (UAAL) of \$1,708,810. The covered payroll for calendar year 2015 (annual payroll of active employees covered by the plan) was \$273,364 and the ratio of the UAAL to the covered payroll was 625 percent.

The schedule of funding progress, presented as required supplemental information (RSI) following the notes to the financial statements, presents multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits.

**RANDOLPH COUNTY, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS - Continued  
YEAR ENDED NOVEMBER 30, 2016**

**NOTE 6 - Pension Plans - Continued:**

**GASB 50 Disclosures – (continued)**

**IMRF – Regular Employees**

*Plan Description.* The employer's defined benefit pension plan for Regular employees provides retirement and disability benefits, post retirement increases, and death benefits to plan members and beneficiaries. The employer 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 (RSI). That report may be obtained on-line at [www.imrf.org](http://www.imrf.org).

*Funding Policy.* As set by statute, your employer Regular plan members are required to contribute 4.50 percent of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The employer annual required contribution rate for calendar year 2015 was 13.23 percent. The employer 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.

*Annual Pension Cost.* The required contribution for calendar year 2015 was \$741,945.

**Three-Year Trend Information for the Regular Plan**

<b>Actuarial Valuation Date</b>	<b>Annual Pension Cost (APC)</b>	<b>Percentage of APC Contribution</b>	<b>Net Pension Obligation</b>
12/31/2015	\$741,945	100%	\$ 0
12/31/2014	\$774,270	93%	\$ 56,708
12/31/2013	\$760,414	83%	\$126,569

The required contribution for 2015 was determined as part of the December 31, 2013, actuarial valuation using the entry age normal actuarial cost method. The actuarial assumptions at December 31, 2013, 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) postretirement benefit increases of 3% annually. The actuarial value of your employer Regular 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 employer Regular plan's unfunded actuarial accrued liability at December 31, 2013 is being amortized as a level percentage of projected payroll on an open 28 year basis.



**RANDOLPH COUNTY, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS - Continued**  
**YEAR ENDED NOVEMBER 30, 2016**

**NOTE 6 - Pension Plans - Continued:**

**GASB 50 Disclosures – (continued)**

**IMRF – Regular Employees – Continued**

*Funded Status and Funding Progress.* As of December 31, 2015, the most recent actuarial valuation date, the Regular plan was 72.00 percent funded. The actuarial accrued liability for benefits was \$19,749,896 and the actuarial value of assets was \$14,218,975, resulting in an underfunded actuarial accrued liability (UAAL) of \$5,530,921. The covered payroll for calendar year 2015 (annual payroll of active employees covered by the plan) was \$5,608,049 and the ratio of the UAAL to the covered payroll was 99 percent.

The schedule of funding progress, presented as required supplemental information (RSI) following the notes to the financial statements, presents multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits.

Additional trend information may be found on pages 61 - 63.

**Illinois Municipal Retirement Fund**

**IMRF Plan Description – GASB 68 Disclosures**

The County's defined benefit pension plan for regular employees provides retirement and disability benefits, post-retirement increases, and death benefits to plan members and beneficiaries. The County's plan is managed by the Illinois Municipal Retirement Fund (IMRF), the administrator of a multi-employer public pension fund. A summary of IMRF's pension benefits is provided in the "Benefits Provided" section of this document. Details of all benefits are available from IMRF. 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 Comprehensive Annual Financial Report that includes financial statements, detailed information about the pension plan's fiduciary net position, and required supplementary information. The report is available for download at [www.imrf.org](http://www.imrf.org).

**Benefits Provided**

IMRF has three benefit plans. The vast majority of IMRF members participate in the Regular Plan (RP). The Sheriff's Law Enforcement Personnel (SLEP) plan is for sheriffs, deputy sheriffs, and selected police chiefs. The County adopted the Elected County Official (ECO) plan for officials prior to August 8, 2011 (the ECO plan was closed to new participants after that date).

All three IMRF benefit plans have two tiers. Employees hired *before* January 1, 2011, are eligible for Tier 1 benefits. Tier 1 employees are vested for pension benefits when they have at least eight years of qualifying service credit. Tier 1 employees who retire at age 55 (at reduced benefits) or after age 60 (at full benefits) with eight years of service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1-2/3% of the final rate of earnings for the first 15 years of service credit, plus 2% for each year of service credit after 15 years to a maximum of 75% of their final rate of earnings. Final rate of earnings is the highest total earnings during any consecutive 48 months within the last 10 years of service, divided by 48. Under Tier 1, the pension is increased by 3% of the original amount on January 1 every year after retirement.

**RANDOLPH COUNTY, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS - Continued  
YEAR ENDED NOVEMBER 30, 2016**

**NOTE 6 - Pension Plans - Continued:**

**IMRF Plan Description – GASB 68 Disclosures - Continued**

**Benefits Provided - continued**

Employees hired *on or after* January 1, 2011, are eligible for Tier 2 benefits. For Tier 2 employees, pension benefits vest after ten years of service. Participating employees who retire at age 62 (at reduced benefits) or after age 67 (at full benefits) with ten years of service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1-2/3% of the final rate of earnings for the first 15 years of service credit, plus 2% for each year of service credit after 15 years to a maximum of 75% of their final rate of earnings. Final rate of earnings is the highest total earnings during any 96 consecutive months within the last 10 years of service, divided by 96. Under Tier 2, the pension is increased on January 1 every year after retirement, upon reaching age 67, by the *lesser* of:

- 3% of the original pension amount, or
- 1/2 of the increase in the Consumer Price Index of the original pension amount

**Employees Covered by Benefit Terms**

As of December 31, 2015, the following regular employees were covered by the benefit terms:

	IMRF
Retirees and Beneficiaries currently receiving benefits	147
Inactive Plan Members entitled to but not yet receiving benefits	127
Active Plan members	137
Total	411

As of December 31, 2015, the following SLEP employees were covered by the benefit terms:

	IMRF
Retirees and Beneficiaries currently receiving benefits	22
Inactive Plan Members entitled to but not yet receiving benefits	6
Active Plan members	25
Total	53

As of December 31, 2015, the following ECO employees were covered by the benefit terms:

	IMRF
Retirees and Beneficiaries currently receiving benefits	12
Inactive Plan Members entitled to but not yet receiving benefits	2
Active Plan members	4
Total	18

**RANDOLPH COUNTY, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS - Continued**  
**YEAR ENDED NOVEMBER 30, 2016**

**NOTE 6 - Pension Plans - Continued:**

**IMRF Plan Description – GASB 68 Disclosures - Continued**

**Contributions**

As set by statute, the County's Regular Plan Members are required to contribute 4.5% of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The County's annual contribution rate for calendar year 2015 was 13.34%. For the fiscal year ended November 30, 2016, the County contributed \$748,124 to the plan. 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 IMRF's Board of Trustees, while the supplemental retirement benefits rate is set by statute.

As set by statute, the County's SLEP Plan Members are required to contribute 4.5% of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The County's annual contribution rate for calendar year 2015 was 20.66%. For the fiscal year ended November 30, 2016, the County contributed \$326,175 to the plan. 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 IMRF's Board of Trustees, while the supplemental retirement benefits rate is set by statute.

As set by statute, the County's ECO Plan Members are required to contribute 7.5% of their annual covered salary. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. The County's annual contribution rate for calendar year 2015 was 50.29%. For the fiscal year ended November 30, 2016, the County contributed \$137,475 to the plan. 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 IMRF's Board of Trustees, while the supplemental retirement benefits rate is set by statute.

**Net Pension Liability**

The County's net pension liability was measured as of December 31, 2015. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

**RANDOLPH COUNTY, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS - Continued**  
**YEAR ENDED NOVEMBER 30, 2016**

**NOTE 6 - Pension Plans - Continued:**

**IMRF Plan Description – GASB 68 Disclosures - Continued**

**Actuarial Assumptions**

The following are the methods and assumptions used to determine total pension liability at December 31, 2015:

- The **Actuarial Cost Method** used was Entry Age Normal.
- The **Asset Valuation Method** used was Market Value of Assets.
- The **Price Inflation** was assumed to be 2.75%.
- **Salary Increases** were expected to be 3.75% to 14.50%, including inflation.
- The **Investment Rate of Return** was assumed to be 7.47%.
- **Projected Retirement Age** was from the Experience-based Table of Rates, specific to the type of eligibility condition, last updated for the 2014 valuation according to an experience study from years 2011 to 2013.
- The IMRF-specific rates for **Mortality** (for non-disabled retirees) were developed from the RP-2014 Blue Collar Health Annuitant Mortality Table with adjustments to match current IMRF experience.
- For **Disabled Retirees**, an IMRF-specific mortality table was used with fully generational projection scale MP-2014 (base year 2014). The IMRF-specific rates were developed from the RP-2014 Disabled Retirees Mortality Table, applying the same adjustments that were applied for non-disabled lives.
- For **Active Members**, an IMRF-specific mortality table was used with fully generational projection scale MP-2014 (base year 2014). The IMRF-specific rates were developed from the RP-2014 Employee Mortality Table with adjustments to match current IMRF experience.
- The **long-term expected rate of return** on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense, and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return to the target asset allocation percentage and adding expected inflation. The target allocation and best estimates of geometric real rates of return for each major asset class are summarized in the following table:

<u>Asset Class</u>	<u>Portfolio Target Percentage</u>	<u>Long-Term Expected Real Rate of Return</u>
Domestic Equity	38%	7.60%
International Equity	17%	7.80%
Fixed Income	27%	3.00%
Real Estate	8%	6.15%
Alternative Investments	9%	5.25-8.50%
Cash Equivalents	1%	2.25%
Total	100%	

**RANDOLPH COUNTY, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS - Continued**  
**YEAR ENDED NOVEMBER 30, 2016**

**NOTE 6 - Pension Plans - Continued:**

**IMRF Plan Description – GASB 68 Disclosures - Continued**

**Single Discount Rate**

A Single Discount Rate of 7.50% was used to measure the total pension liability. The projection of cash flow used to determine this Single Discount Rate assumed that the plan members' contributions will be made at the current contribution rate, and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. The Single Discount Rate reflects:

1. The long-term expected rate of return on pension plan investments (during the period in which the fiduciary net position is projected to be sufficient to pay benefits), and
2. The tax-exempt municipal bond rate based on an index of 20-year general obligation bonds with an average AA credit rating (which is published by the Federal Reserve) as of the measurement date (to the extent that the contributions for use with the long-term expected rate of return are not met).

For the purpose of the most recent valuation, the expected rate of return on plan investments is 7.50%, the municipal bond rate is 3.57%, and the resulting single discount rate is 7.47% for Regular, and 7.46% SLEP employees and 7.38% for ECO employees.

**RANDOLPH COUNTY, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS - Continued**  
**YEAR ENDED NOVEMBER 30, 2016**

**NOTE 6 - Pension Plans - Continued:**

**IMRF Plan Description – GASB 68 Disclosures - Continued**

**Changes in the Net Pension Liability - Regular**

	<b>Total Pension Liability <u>(A)</u></b>	<b>Plan Fiduciary Net Position <u>(B)</u></b>	<b>Net Pension Liability <u>(A) - (B)</u></b>
<b>Balances at December 31, 2014</b>	\$ 33,974,535	\$ 30,164,133	\$ 3,810,402
<b>Changes for the year:</b>			
Service Cost	603,562	-	603,562
Interest on the Total Pension Liability	2,507,701	-	2,507,701
Changes of Benefit Terms	-	-	-
Differences Between Expected and Actual Experience of the Total Pension Liability	619,192	-	619,192
Changes of Assumptions	89,092	-	89,092
Contributions - Employer	-	748,124	(748,124)
Contributions - Employees	-	273,265	(273,265)
Net Investment Income	-	149,396	(149,396)
Benefit Payments, including Refunds of Employee Contributions	(1,591,320)	(1,591,320)	-
Other (Net Transfer)	-	106,944	(106,944)
Net Changes	<u>2,228,227</u>	<u>(313,591)</u>	<u>2,541,818</u>
<b>Balances at December 31, 2015</b>	<u>\$ 36,202,762</u>	<u>\$ 29,850,542</u>	<u>\$ 6,352,220</u>

**Sensitivity of the Net Pension Liability to Changes in the Discount Rate**

The following presents the plan's net pension liability, calculated using a Single Discount Rate of 7.47%, as well as what the plan's net pension liability would be if it were calculated using a Single Discount Rate that is 1% lower or 1% higher:

	<b>1% Lower <u>6.47%</u></b>	<b>Current Discount Rate <u>7.47%</u></b>	<b>1% Higher <u>8.47%</u></b>
<b>Total Pension Liability</b>	\$ 41,053,152	\$ 36,202,762	\$ 32,235,645
<b>Plan Fiduciary Net Position</b>	<u>29,850,542</u>	<u>29,850,542</u>	<u>29,850,542</u>
<b>Net Pension Liability</b>	<u>\$ 11,202,610</u>	<u>\$ 6,352,220</u>	<u>\$ 2,385,103</u>

**RANDOLPH COUNTY, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS - Continued**  
**YEAR ENDED NOVEMBER 30, 2016**

**NOTE 6 - Pension Plans - Continued:**

**IMRF Plan Description – GASB 68 Disclosures - Continued**

**Changes in the Net Pension Liability – SLEP**

	<b>Total Pension Liability (A)</b>	<b>Plan Fiduciary Net Position (B)</b>	<b>Net Pension Liability (A) - (B)</b>
<b>Balances at December 31, 2014</b>	\$ 8,499,277	\$ 6,828,823	\$ 1,670,454
<b>Changes for the year:</b>			
Service Cost	299,256	-	299,256
Interest on the Total Pension Liability	634,201	-	634,201
Changes of Benefit Terms	-	-	-
Differences Between Expected and Actual Experience of the Total Pension Liability	585,950	-	585,950
Changes of Assumptions	43,243	-	43,243
Contributions - Employer	-	326,175	(326,175)
Contributions - Employees	-	120,020	(120,020)
Net Investment Income	-	34,352	(34,352)
Benefit Payments, including Refunds of Employee Contributions	(363,198)	(363,198)	-
Other (Net Transfer)	-	(13,415)	13,415
Net Changes	<u>1,199,452</u>	<u>103,934</u>	<u>1,095,518</u>
<b>Balances at December 31, 2015</b>	<u>\$ 9,698,729</u>	<u>\$ 6,932,757</u>	<u>\$ 2,765,972</u>

**Sensitivity of the Net Pension Liability to Changes in the Discount Rate**

The following presents the plan's net pension liability, calculated using a Single Discount Rate of 7.46%, as well as what the plan's net pension liability would be if it were calculated using a Single Discount Rate that is 1% lower or 1% higher:

	<b>1% Lower 6.46%</b>	<b>Current Discount Rate 7.46%</b>	<b>1% Higher 8.46%</b>
<b>Total Pension Liability</b>	\$ 11,281,791	\$ 9,698,729	\$ 8,423,055
<b>Plan Fiduciary Net Position</b>	<u>6,932,757</u>	<u>6,932,757</u>	<u>6,932,757</u>
<b>Net Pension Liability</b>	<u>\$ 4,349,034</u>	<u>\$ 2,765,972</u>	<u>\$ 1,490,298</u>

**RANDOLPH COUNTY, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS - Continued**  
**YEAR ENDED NOVEMBER 30, 2016**

**NOTE 6 - Pension Plans - Continued:**

**IMRF Plan Description – GASB 68 Disclosures - Continued**

**Changes in the Net Pension Liability – ECO**

	<b>Total Pension Liability <u>(A)</u></b>	<b>Plan Fiduciary Net Position <u>(B)</u></b>	<b>Net Pension Liability <u>(A) - (B)</u></b>
<b>Balances at December 31, 2014</b>	\$ 8,291,813	\$ 6,750,598	\$ 1,541,215
<b>Changes for the year:</b>			
Service Cost	68,729	-	68,729
Interest on the Total Pension Liability	596,466	-	596,466
Changes of Benefit Terms	-	-	-
Differences Between Expected and Actual Experience of the Total Pension Liability	(117,200)	-	(117,200)
Changes of Assumptions	24,468	-	24,468
Contributions - Employer	-	137,475	(137,475)
Contributions - Employees	-	20,502	(20,502)
Net Investment Income	-	32,764	(32,764)
Benefit Payments, including Refunds of Employee Contributions	(553,407)	(553,407)	-
Other (Net Transfer)	-	64,744	(64,744)
Net Changes	<u>19,056</u>	<u>(297,922)</u>	<u>316,978</u>
<b>Balances at December 31, 2015</b>	<u>\$ 8,310,869</u>	<u>\$ 6,452,676</u>	<u>\$ 1,858,193</u>

**Sensitivity of the Net Pension Liability to Changes in the Discount Rate**

The following presents the plan's net pension liability, calculated using a Single Discount Rate of 7.38%, as well as what the plan's net pension liability would be if it were calculated using a Single Discount Rate that is 1% lower or 1% higher:

	<b>1% Lower 6.38%</b>	<b>Current Discount Rate 7.38%</b>	<b>1% Higher 8.38%</b>
<b>Total Pension Liability</b>	\$ 9,198,225	\$ 8,310,869	\$ 7,558,175
<b>Plan Fiduciary Net Position</b>	<u>6,452,676</u>	<u>6,452,676</u>	<u>6,452,676</u>
<b>Net Pension Liability</b>	<u>\$ 2,745,549</u>	<u>\$ 1,858,193</u>	<u>\$ 1,105,499</u>



**RANDOLPH COUNTY, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS - Continued**  
**YEAR ENDED NOVEMBER 30, 2016**

**NOTE 6 - Pension Plans - Continued:**

**IMRF Plan Description – GASB 68 Disclosures - Continued**

**Pension Expense, Deferred Outflows of Resources, and Deferred Inflows of Resources Related to Pensions**

For the year ended November 30, 2016, the County recognized regular employee pension expense of \$664,918. At November 30, 2016, the County reported deferred outflows or resources and deferred inflows of resources related to pensions from the following sources:

<b>Deferred Amounts Related to Pensions - Regular</b>	<b>Deferred Outflows of Resources</b>	<b>Deferred Inflows of Resources</b>
<i>Deferred Amounts to be Recognized in Pension Expense in Future Periods</i>		
Differences between expected and actual experience	\$ 459,942	\$ -
Changes of assumptions	583,677	-
Net difference between projected and actual earnings on pension plan investments	<u>1,918,278</u>	<u>-</u>
Total Deferred Amounts to be recognized in pension expense in future periods	<u>2,961,897</u>	<u>-</u>
<i>Pension Contributions made subsequent to the Measurement Date</i>	<u>664,918</u>	<u>-</u>
<b>Total Deferred Amounts Related to Pensions</b>	<b><u><u>\$3,626,815</u></u></b>	<b><u><u>\$ -</u></u></b>

Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense in future periods as follows:

<u>Year Ending December 31</u>	<b>Net Deferred Outflows of Resources</b>
2016	\$ 1,066,018
2017	886,254
2018	590,513
2019	<u>419,112</u>
Total	<b><u><u>\$2,961,897</u></u></b>

**RANDOLPH COUNTY, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS - Continued**  
**YEAR ENDED NOVEMBER 30, 2016**

**NOTE 6 - Pension Plans - Continued:**

**IMRF Plan Description – GASB 68 Disclosures - Continued**

For the year ended November 30, 2016, the County recognized SLEP pension expense of \$255,046. At November 30, 2016, the County reported deferred outflows or resources and deferred inflows of resources related to pensions from the following sources:

	<b>Deferred Outflows of Resources</b>	<b>Deferred Inflows of Resources</b>
<b>Deferred Amounts Related to Pensions - SLEP</b>		
<i>Deferred Amounts to be Recognized in Pension Expense in Future Periods</i>		
Differences between expected and actual experience	\$ 488,029	\$ 113,223
Changes of assumptions	86,254	-
Net difference between projected and actual earnings on pension plan investments	<u>437,412</u>	<u>-</u>
Total Deferred Amounts to be recognized in pension expense in future periods	<u>1,011,695</u>	<u>113,223</u>
<i>Pension Contributions made subsequent to the Measurement Date</i>	<u>255,046</u>	<u>-</u>
<b>Total Deferred Amounts Related to Pensions</b>	<b><u>\$1,266,741</u></b>	<b><u>\$ 113,223</u></b>

Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense in future periods as follows:

<u>Year Ending December 31</u>	<b>Net Deferred Outflows of Resources</b>
2016	\$ 204,149
2017	204,149
2018	204,150
2019	186,456
2020	99,568
Thereafter	<u>-</u>
Total	<b><u>\$ 898,472</u></b>

**RANDOLPH COUNTY, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS - Continued**  
**YEAR ENDED NOVEMBER 30, 2016**

**NOTE 6 - Pension Plans - Continued:**

**IMRF Plan Description – GASB 68 Disclosures - Continued**

For the year ended November 30, 2016, the County recognized ECO pension expense of \$233,992. At November 30, 2016, the County reported deferred outflows or resources and deferred inflows of resources related to pensions from the following sources:

	<b>Deferred Outflows of Resources</b>	<b>Deferred Inflows of Resources</b>
<b>Deferred Amounts Related to Pensions - ECO</b>		
<i>Deferred Amounts to be Recognized in Pension Expense in Future Periods</i>		
Differences between expected and actual experience	\$ -	\$ 24,140
Changes of assumptions	5,040	-
Net difference between projected and actual earnings on pension plan investments	<u>423,430</u>	<u>-</u>
Total Deferred Amounts to be recognized in pension expense in future periods	<u>428,470</u>	<u>24,140</u>
<i>Pension Contributions made subsequent to the Measurement Date</i>	<u>233,992</u>	<u>-</u>
<b>Total Deferred Amounts Related to Pensions</b>	<b><u>\$ 662,462</u></b>	<b><u>\$ 24,140</u></b>

Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense in future periods as follows:

<u>Year Ending December 31</u>	<b>Net Deferred Outflows of Resources</b>
2016	\$ 91,301
2017	110,401
2018	110,402
2019	<u>92,226</u>
Total	<b><u>\$ 404,330</u></b>

**RANDOLPH COUNTY, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS - Continued**  
**YEAR ENDED NOVEMBER 30, 2016**

**NOTE 6 - Pension Plans - Continued:**

**IMRF Plan Description – GASB 68 Disclosures - Continued**

Schedule of Changes in the Net Pension Liability and Related Ratios - Regular  
Most Recent Calendar Year

Calendar Year Ended December 31,	<u>2015</u>	<u>2014</u>
<b>Total Pension Liability</b>		
Service Cost	\$ 603,562	\$ 639,064
Interest on the Total Pension Liability	2,507,701	2,308,919
Changes of Benefit Terms	-	-
Differences Between Expected and Actual Experience of the Total Pension Liability	619,192	48,252
Changes of Assumptions	89,092	1,212,944
Benefit Payments, including Refunds of Employee Contributions	<u>(1,591,320)</u>	<u>(1,377,400)</u>
<b>Net Change in Total Pension Liability</b>	2,228,227	2,831,779
<b>Total Pension Liability - Beginning</b>	<u>33,974,535</u>	<u>31,142,756</u>
<b>Total Pension Liability - Ending (A)</b>	<u>\$ 36,202,762</u>	<u>\$ 33,974,535</u>
 <b>Plan Fiduciary Net Position</b>		
Contributions - Employer	\$ 748,124	\$ 700,641
Contributions - Employees	273,265	263,638
Net Investment Income	149,396	1,740,624
Benefit Payments, including Refunds of Employee Contributions	(1,591,320)	(1,377,400)
Other (Net Transfer)	<u>106,944</u>	<u>95,243</u>
<b>Net Change in Plan Fiduciary Net Position</b>	\$ (313,591)	\$ 1,422,746
<b>Plan Fiduciary Net Position - Beginning</b>	<u>30,164,133</u>	<u>28,741,387</u>
 <b>Plan Fiduciary Net Position - Ending (B)</b>	<u>\$ 29,850,542</u>	<u>\$ 30,164,133</u>
 <b>Net Pension Liability - Ending (A) - (B)</b>	<u>\$ 6,352,220</u>	<u>\$ 3,810,402</u>
 <b>Plan Fiduciary Net Position as a Percentage of the Total Pension Liability</b>	82.45%	88.78%
 <b>Covered Valuation Payroll</b>	\$ 5,608,049	\$ 5,381,905
 <b>Net Pension Liability as a Percentage of Covered Valuation Payroll</b>	113.27%	70.80%

**Notes to Schedule:**

This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, information is presented for those years for which information is available.

**RANDOLPH COUNTY, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS - Continued**  
**YEAR ENDED NOVEMBER 30, 2016**

**NOTE 6 - Pension Plans - Continued:**

**IMRF Plan Description – GASB 68 Disclosures - Continued**

**Schedule of Changes in the Net Pension Liability and Related Ratios - SLEP**  
**Most Recent Calendar Year**

Calendar Year Ended December 31,	<u>2015</u>	<u>2014</u>
<b>Total Pension Liability</b>		
Service Cost	\$ 299,256	\$ 300,668
Interest on the Total Pension Liability	634,201	594,406
Changes of Benefit Terms	-	-
Differences Between Expected and Actual Experience of the Total Pension Liability	585,950	(166,345)
Changes of Assumptions	43,243	73,810
Benefit Payments, including Refunds of Employee Contributions	<u>(363,198)</u>	<u>(177,839)</u>
<b>Net Change in Total Pension Liability</b>	1,199,452	624,700
<b>Total Pension Liability - Beginning</b>	<u>8,499,277</u>	<u>7,874,577</u>
<b>Total Pension Liability - Ending (A)</b>	<u>\$ 9,698,729</u>	<u>\$ 8,499,277</u>
 <b>Plan Fiduciary Net Position</b>		
Contributions - Employer	\$ 326,175	\$ 305,285
Contributions - Employees	120,020	114,026
Net Investment Income	34,352	385,493
Benefit Payments, including Refunds of Employee Contributions	(363,198)	(177,839)
Other (Net Transfer)	<u>(13,415)</u>	<u>(2,176)</u>
<b>Net Change in Plan Fiduciary Net Position</b>	\$ 103,934	\$ 624,789
<b>Plan Fiduciary Net Position - Beginning</b>	<u>6,828,523</u>	<u>6,203,734</u>
 <b>Plan Fiduciary Net Position - Ending (B)</b>	<u>\$ 6,932,457</u>	<u>\$ 6,828,523</u>
 <b>Net Pension Liability - Ending (A) - (B)</b>	<u>\$ 2,766,272</u>	<u>\$ 1,670,754</u>
 <b>Plan Fiduciary Net Position as a Percentage of the Total Pension Liability</b>	71.48%	80.34%
 <b>Covered Valuation Payroll</b>	\$ 1,578,598	\$ 1,481,692
 <b>Net Pension Liability as a Percentage of Covered Valuation Payroll</b>	175.24%	112.76%

**Notes to Schedule:**

This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, information is presented for those years for which information is available.

**RANDOLPH COUNTY, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS - Continued**  
**YEAR ENDED NOVEMBER 30, 2016**

**NOTE 6 - Pension Plans - Continued:**

**IMRF Plan Description – GASB 68 Disclosures - Continued**

Schedule of Changes in the Net Pension Liability and Related Ratios - ECO  
Most Recent Calendar Year

Calendar Year Ended December 31,	<u>2015</u>	<u>2014</u>
<b>Total Pension Liability</b>		
Service Cost	\$ 68,729	\$ 118,076
Interest on the Total Pension Liability	596,466	550,564
Changes of Benefit Terms	-	-
Differences Between Expected and Actual Experience of the Total Pension Liability	(117,200)	300,967
Changes of Assumptions	24,468	242,827
Benefit Payments, including Refunds of Employee Contributions	<u>(553,407)</u>	<u>(463,848)</u>
<b>Net Change in Total Pension Liability</b>	19,056	748,586
<b>Total Pension Liability - Beginning</b>	<u>8,291,813</u>	<u>7,543,227</u>
<b>Total Pension Liability - Ending (A)</b>	<u>\$ 8,310,869</u>	<u>\$ 8,291,813</u>
 <b>Plan Fiduciary Net Position</b>		
Contributions - Employer	\$ 137,475	\$ 226,018
Contributions - Employees	20,502	37,272
Net Investment Income	32,764	392,746
Benefit Payments, including Refunds of Employee Contributions	(553,407)	(463,848)
Other (Net Transfer)	<u>64,744</u>	<u>19,673</u>
<b>Net Change in Plan Fiduciary Net Position</b>	\$ (297,922)	\$ 211,861
<b>Plan Fiduciary Net Position - Beginning</b>	<u>6,750,598</u>	<u>6,538,737</u>
 <b>Plan Fiduciary Net Position - Ending (B)</b>	<u>\$ 6,452,676</u>	<u>\$ 6,750,598</u>
 <b>Net Pension Liability - Ending (A) - (B)</b>	<u>\$ 1,858,193</u>	<u>\$ 1,541,215</u>
 <b>Plan Fiduciary Net Position as a Percentage of the Total Pension Liability</b>	77.64%	81.41%
 <b>Covered Valuation Payroll</b>	\$ 273,364	\$ 264,969
 <b>Net Pension Liability as a Percentage of Covered Valuation Payroll</b>	679.75%	581.66%

**Notes to Schedule:**

This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, information is presented for those years for which information is available.

**RANDOLPH COUNTY, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS - Continued**  
**YEAR ENDED NOVEMBER 30, 2016**

**NOTE 6 - Pension Plans - Continued:**

**IMRF Plan Description – GASB 68 Disclosures - Continued**

**Schedule of Employer Contributions - Regular  
Most Recent Calendar Year**

<b>Calendar Year Ended December 31,</b>	<b>Actuarially Determined Contribution</b>	<b>Actual Contribution</b>	<b>Contribution Deficiency (Excess)</b>	<b>Covered Valuation Payroll</b>	<b>Actual Contribution as a Percentage of Covered Valuation Payroll</b>
2015	\$ 730,863	\$ 700,641	\$ 30,222	\$ 5,381,905	13.02%
2014	741,945	748,124	(6,179)	5,608,049	13.34%

**Schedule of Employer Contributions - SLEP  
Most Recent Calendar Year**

<b>Calendar Year Ended December 31,</b>	<b>Actuarially Determined Contribution</b>	<b>Actual Contribution</b>	<b>Contribution Deficiency (Excess)</b>	<b>Covered Valuation Payroll</b>	<b>Actual Contribution as a Percentage of Covered Valuation Payroll</b>
2015	\$ 307,827	\$ 326,175	\$ (18,348)	\$ 1,578,598	20.66%
2014	297,820	305,285	(7,465)	1,481,692	20.60%

**Schedule of Employer Contributions - ECO  
Most Recent Calendar Year**

<b>Calendar Year Ended December 31,</b>	<b>Actuarially Determined Contribution</b>	<b>Actual Contribution</b>	<b>Contribution Deficiency (Excess)</b>	<b>Covered Valuation Payroll</b>	<b>Actual Contribution as a Percentage of Covered Valuation Payroll</b>
2015	\$ 137,475	\$ 137,475	\$ -	\$ 273,364	50.29%
2014	120,508	226,018	(105,510)	273,364	82.68%

**Notes to Schedules:**

Summary of Actuarial Methods and Assumptions Used in the Calculation of the 2015 Contribution Rate\*

***Valuation Date:***

Notes:

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

**RANDOLPH COUNTY, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS - Continued**  
**YEAR ENDED NOVEMBER 30, 2016**

**NOTE 6 - Pension Plans - Continued:**

**IMRF Plan Description – GASB 68 Disclosures - Continued**

**Methods and Assumptions Used to Determine 2015 Contribution Rates:**

<i>Actuarial Cost Method:</i>	Aggregate entry age = normal
<i>Amortization Method:</i>	Level percentage of payroll, closed
<i>Remaining Amortization Period:</i>	28-year closed period
<i>Asset Valuation Method:</i>	5-year smoothed market; 20% corridor
<i>Wage Growth:</i>	4%
<i>Price Inflation:</i>	3%, approximate; No explicit price inflation assumption is used in this valuation.
<i>Salary Increases:</i>	4.40% to 16%, including inflation
<i>Investment Rate of Return:</i>	7.50%
<i>Retirement Age:</i>	Experience-based table of rates that are specific to the type of eligibility condition; last updated for the 2011 valuation pursuant to an experience study of the period 2008 to 2010.
<i>Mortality:</i>	RP-2000 Combined Healthy Mortality Table, adjusted for mortality improvements to 2020 using projection scale AA. For men, 120% of the table rates were used. For women, 92 percent of the table rates were used. For disabled lives, the mortality rates are the rates applicable to non-disabled lives set forward 10 years.

***Other Information:***

Notes: There were no benefit changes during the year.

\* Based on Valuation Assumptions used in the December 31, 2013, actuarial valuation; note two year lag between valuation and rate setting.

**Social Security**

Employees not qualifying for coverage under the Illinois Municipal Retirement Fund are considered “non-participating employees”. These employees and those qualifying for coverage under the Illinois Municipal Retirement Fund are covered under Social Security. The County paid the total required contribution for the current fiscal year on total payroll.

**NOTE 7 - Other Post-Employment Benefits:**

The County has implemented Governmental Accounting Standards Board Statement No. 45, Accounting and Financial Reporting by Employers for Post-Employment Benefits Other than Pensions. The County has offered early retirement and release agreements with various employees and in consideration has agreed to contribute each year through the year in which the employee attains age 65 the sum of \$6,758 to the Randolph County Health Reimbursement Arrangement (“HRA”). As of November 30, 2016, the most recent valuation date, the balance remaining is \$155,435.



**RANDOLPH COUNTY, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS - Continued**  
**YEAR ENDED NOVEMBER 30, 2016**

**NOTE 7 - Other Post-Employment Benefits - Continued:**

The annual cost does not change until the employees reach the age of 65. For the year ended November 30, 2016, the County has contributed \$27,032 to the HRA. Other post-employment benefits include pension plans described above and allowing retirees who has not participated in Early Retirement Plans to participate in the healthcare plan provided to the employee. Each former employee is required to reimburse the County for their health insurance premiums. Administrative costs are deemed trivial.

**NOTE 8 - Long-Term Debt:**

**A. General Obligation Self-Insurance Refunding Limited Bonds, Series 2009A**

Randolph County, Illinois issued \$1,240,000 of General Obligation Self-Insurance Refunding Limited Bonds, Series 2009A as of July 1, 2009. The purpose of the bonds is to fund a portion of the County's participation in the joint self-insurance program of the Illinois County Insurance Trust, to advance refund the callable portion of the County's outstanding Taxable General Obligation Self-Insurance Limited Bonds, Series 2001A, to pay capitalized interest through January 15, 2010, and to pay the costs associated with the issuance of the Series 2009A Bonds. Interest rates on the bonds range from 3.15% to 3.75%. Interest is payable semiannually on January 15 and July 15 of each year, commencing January 15, 2010.

The original issue discount totaled approximately \$22,603, of which approximately \$2,646 was amortized in fiscal year 2016. Accumulated amortization of the discount is \$19,626 at November 30, 2016, with a remaining balance of \$2,977. Total capitalized interest was \$18,147 for the Series 2009A bonds, of which \$2,124 was amortized in fiscal year 2016. Accumulated amortization of the capitalized interest costs is \$15,757 at November 30, 2016, with a remaining balance of \$2,390. Payments due on the bond issue are as follows:

1/15/2017	\$ 165,000	\$ 6,116	\$ 171,116
7/15/2017	-	3,188	3,188
1/15/2018	170,000	3,188	173,188
Total	<u>\$ 335,000</u>	<u>\$ 12,492</u>	<u>\$ 347,492</u>

**B. General Obligation Self-Insurance Refunding Limited Bonds (Alternate Revenue Sources), Series 2009B**

Randolph County, Illinois issued \$3,120,000 of General Obligation Self-Insurance Refunding Bonds (Alternate Revenue Source), Series 2009B as of July 15, 2009. The purpose of the Bonds to fund a part of the County's participation in the joint self-insurance program of the Illinois County Insurance Trust, to advance refund the callable portion of the County's outstanding taxable General obligation Self-Insurance (Sales Tax Alternate Revenue Source) bonds, Series 2001B, to pay capitalized interest through January 15, 2010, and to pay the costs associated with the issuance of the Series 2009B Bonds. Interest rates on the bonds range from 3.15% to 3.75%. Interest is payable semiannually on January 15 and July 15 of each year, commencing January 15, 2010.

**RANDOLPH COUNTY, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS - Continued**  
**YEAR ENDED NOVEMBER 30, 2016**

**NOTE 8 - Long-Term Debt - Continued:**

**B. General Obligation Self-Insurance Refunding Limited Bonds, Series 2009B - Continued**

The original issue discount was \$56,860, of which \$6,690 was amortized in fiscal year 2016. Accumulated amortization of the discount is \$49,334 at November 30, 2016, with a remaining balance of \$7,526. Total capitalized interest was \$43,691 for the Series 2009B bonds, of which \$5,115 was amortized in fiscal year 2016. Accumulated amortization of the capitalized interest costs is \$37,937 at November 30, 2016, with a remaining balance of \$5,754. Payments due on the bond issue are as follows:

1/15/2017	\$ 415,000	\$ 15,335	\$ 430,335
7/15/2017	-	7,968	7,968
1/15/2018	425,000	7,968	432,968
Total	<u>\$ 840,000</u>	<u>\$ 31,271</u>	<u>\$ 871,271</u>

**C. General Obligation (Limited Tax) Refunding Debt Certificates, Series 2016A**

The County issued General Obligation Refunding Bonds, Series 2016A, dated March 14, 2016 in the amount of \$383,300. The bonds provide for serial retirement of principal on December 1 and interest payable on June 1 and December 1 of each year at rates ranging from 1.60% to 2.50%. Payments of principal and interest are as follows.

<b>Date</b>	<b>Principal</b>	<b>Interest</b>	<b>Total</b>
6/1/2017	\$ -	\$ 3,555	\$ 3,555
12/1/2017	40,200	3,555	43,755
6/1/2018	-	3,233	3,233
12/1/2018	40,900	3,233	44,133
6/1/2019	-	2,906	2,906
12/1/2019	41,500	2,906	44,406
6/1/2020	-	2,574	2,574
12/1/2020	42,200	2,574	44,774
6/1/2021	-	2,236	2,236
12/1/2021	43,100	2,236	45,336
6/1/2022	-	1,698	1,698
12/1/2022	44,100	1,698	45,798
6/1/2023	-	1,146	1,146
12/1/2023	45,300	1,145	46,445
6/1/2024	-	580	580
12/1/2024	46,400	580	46,980
Total	<u>\$ 343,700</u>	<u>\$ 35,855</u>	<u>\$ 379,555</u>

**RANDOLPH COUNTY, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS - Continued**  
**YEAR ENDED NOVEMBER 30, 2016**

**NOTE 8 - Long-Term Debt - Continued:**

**D. General Obligation Courthouse Bonds, Series 2016B**

The County issued General Obligation Courthouse Bonds, Series 2016B, dated May 10, 2016 in the amount of \$2,950,000. The bonds provide for serial retirement of principal on December 1 and interest payable on June 1 and December 1 of each year at rates ranging from 1.60% to 2.50%. Interest is calculated on a 360-day year of twelve 30-day months. Payments of principal and interest are as follows.

12/1/2018	\$ 84,200	\$ 103,250	\$ 187,450
6/1/2019	-	100,303	100,303
12/1/2019	284,200	101,019	385,219
6/1/2020	-	91,001	91,001
12/1/2020	297,200	25,171	322,371
6/1/2021	-	22,273	22,273
12/1/2021	303,200	23,415	326,615
6/1/2022	-	20,307	20,307
12/1/2022	309,700	22,289	331,989
6/1/2023	-	18,804	18,804
12/1/2023	317,000	20,058	337,058
6/1/2024	-	16,254	16,254
12/1/2024	324,900	16,931	341,831
6/1/2025	-	12,870	12,870
12/1/2025	333,500	14,157	347,657
6/1/2026	-	9,571	9,571
12/1/2026	342,800	9,397	352,197
6/1/2027	-	4,770	4,770
12/1/2027	353,300	5,918	359,218
Total	<u>\$ 2,950,000</u>	<u>\$ 637,758</u>	<u>\$ 3,587,758</u>

**RANDOLPH COUNTY, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS - Continued**  
**YEAR ENDED NOVEMBER 30, 2016**

**NOTE 8 - Long-Term Debt - Continued:**

**E. Changes in Long-Term Debts**

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
<b>Governmental Activities:</b>				
General Obligation Debt				
Certificates Series 2006	\$ 375,000	\$ -	\$ 375,000	\$ -
Self-Insurance Refunding				
Limited Bonds, Series 2009A	495,000	-	160,000	335,000
Self-Insurance Refunding				
Limited Bonds, Series 2009B	1,245,000	-	405,000	840,000
General Obligation				
Refunding Debt Certificates, Series 2016A	-	383,300	39,600	343,700
General Obligation				
Courthouse Bonds, Series 2016B	-	2,950,000	-	2,950,000
Compensated Absences	483,977	30,557	-	514,534
Other Post Employment				
Benefits ("OPEB")	182,467	-	27,032	155,435
Net Pension Liability	<u>7,022,071</u>	<u>3,954,314</u>	<u>-</u>	<u>10,976,385</u>
	<u>\$9,803,515</u>	<u>\$7,318,171</u>	<u>\$1,006,632</u>	<u>\$16,115,054</u>
<b>Business Activities:</b>				
<b><u>Compensated Absences</u></b>				
Randolph County Care Center	\$ 200,390	\$ -	\$ 12,588	\$187,802
Randolph County Health Dept.	<u>103,117</u>	<u>3,433</u>	<u>-</u>	<u>106,550</u>
Total Compensated Absences	<u>\$ 303,507</u>	<u>\$ 3,433</u>	<u>\$ 12,588</u>	<u>\$ 294,352</u>

**F. Debt Service Requirements**

The annual debt service requirements to maturity, including principal and interest, for long-term debt as of November 30, 2016, are as follows below:

<u>Year Ended November 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2017	580,000	36,162	616,162
2018	635,200	17,944	653,144
2019	125,100	209,692	334,792
2020	325,700	197,500	523,200
2021	339,400	52,254	391,654
2022-2026	1,767,200	183,739	1,950,939
2027-2028	<u>696,100</u>	<u>20,085</u>	<u>716,185</u>
	<u>\$4,468,700</u>	<u>\$717,376</u>	<u>\$5,186,076</u>

**RANDOLPH COUNTY, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS - Continued**  
**YEAR ENDED NOVEMBER 30, 2016**

**NOTE 8 - Long-Term Debt - Continued:**

**G. Legal Debt Margin:**

At November 30, 2016, the legal debt margin of the County was as follows:

Assessed Valuation	\$459,366,793
Legal Debt Margin Per Illinois Compiled Statutes Chapter 55, Section 5/5-1012	5.75%
Legal Debt Margin	\$ 26,413,591
General Obligation Debt Outstanding	4,468,700
Debt Margin	\$ 21,944,891

**NOTE 9 - Lease Agreements:**

**A. Sparta Public Building Commission**

In September, 1996, the County has entered into an agreement with the Public Building Commission of Sparta to lease property located at 313 West Belmont Street, Sparta, Illinois.

The property has been subleased to the University of Illinois and the U.S. Department of Agriculture. Under the terms of the lease, the tenants were to pay \$4,816 monthly or \$57,792 annually. The Health Department of the County is responsible for payment of insurance, outside repairs, lawn maintenance and utilities. During the year ended November 30, 2016, Randolph County received \$21,000 rent from the University of Illinois and \$32,938 rent from the U.S. Department of Agriculture. Randolph County paid \$14,551 of insurance, outside repairs, lawn maintenance and utilities costs.

**B. Randolph County Health Department**

Effective September 1, 2003, the Health Department agreed to pay Randolph County Housing Authority ("RCHA") \$456 monthly for a dwelling unit located at 612 B East Morton in Sparta, Illinois. Effective January 1, 2004, the Health Department agreed to pay the RCHA an additional \$456 monthly for a dwelling unit located at 211 B Hasle Street, Sparta, Illinois. These leases were amended effective January 1, 2015, to allow for reduced fees for a period not to exceed twelve months. The Health Department paid the RCHA \$212 per month for 612 B East Morton and \$244 per month for 211 B Hasle Street or \$5,472 for the twelve months ended December 31, 2015.

Effective January 1, 2013 the Health Department entered an agreement in which MERS Goodwill agreed to pay the Health Department \$400 monthly and the Health Department would forward the proceeds to the Randolph County Housing Authority ("RCHA") for a dwelling unit located at 612 East Morton in Sparta, Illinois. The lease was effective from January 1, 2013 to June 30, 2013 and monthly thereafter.

**RANDOLPH COUNTY, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS - Continued**  
**YEAR ENDED NOVEMBER 30, 2016**

**NOTE 10 - Illinois County Insurance Trust:**

Under the terms of an amended Trust Agreement entered into during 2009 with five other Illinois counties, a joint self-insurance program was established. The purpose of the program is to pool certain resources of the participating governmental entities to provide joint self-insurance and to purchase insurance policies as permitted by statutes.

The program established pursuant to the Trust Agreement is intended to provide limited insurance coverage for any or all of the following categories of liabilities and risks:

- (a) General Liability;
- (b) Automobile Liability;
- (c) Police and Professional Liability;
- (d) Public Official Liability;
- (e) Worker's Compensation and Employer's Liability;
- (f) Automobile Physical Damage;
- (g) Property Damage; and
- (h) Inland Marine

Such coverage includes joint self-insurance with a deductible up to a specific dollar amount to be determined by the Trustee on an annual basis and excess insurance coverage to be purchased from commercial reinsurers above the self-insurance limits.

At November 30, 2016, Randolph County's equity value in the Illinois County Insurance Trust is (\$140,523).

**NOTE 11 - Other Contingencies:**

Randolph County and Monroe County each guarantee 50% of both credit facilities for the Monroe Randolph Transit District with the State Bank of Waterloo, replacing a portion of the prior line of credit and issuing a new line of credit in the amount of \$135,000 for the first credit facility and to term out a portion of the prior line of credit up to \$75,000 for the second credit facility.

**NOTE 12 - Other Disclosures:**

Generally accepted accounting principles require disclosure of certain information concerning individual funds (which are presented only in combination of the basic financial statements). Funds having deficit fund balances and funds which over-expended appropriations during the year are required to be disclosed.

The Social Security Fund had a deficit fund balance of \$54,854 as of November 30, 2016 principally related to an insufficient levy.

In the event of a deficit balance, the deficit will be eliminated with appropriate transfers from various other funds to cover related liabilities.

No budgeted fund had an excess of expenditures over appropriations for the year ended November 30, 2016.

**REQUIRED SUPPLEMENTARY  
INFORMATION**

**RANDOLPH COUNTY, ILLINOIS  
BUDGETARY COMPARISON SCHEDULE  
GENERAL FUND  
YEAR ENDED NOVEMBER 30, 2016**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>
<b>REVENUES:</b>			
Property Tax	\$ 1,188,700	\$ 1,188,700	\$ 1,173,734
Mobile Home Privilege Tax	5,500	5,500	4,694
Sales Tax	2,825,000	2,825,000	1,834,209
Replacement Tax	600,000	600,000	508,308
Income Tax	1,200,000	1,200,000	1,104,913
Charges for Services	713,000	713,000	1,091,919
Fines and Forfeits	75,000	75,000	54,102
Insurance Reimbursements	407,107	407,107	239,713
Other Reimbursements	309,921	309,921	392,224
Rents	1,200	1,200	49,530
Interest on Investments	1,000	1,000	7,516
Grants - State of Illinois	-	-	80,910
Miscellaneous	<u>2,000</u>	<u>2,000</u>	<u>177,245</u>
<b>TOTAL REVENUES</b>	<u>7,328,428</u>	<u>7,328,428</u>	<u>6,719,017</u>
<b>EXPENDITURES:</b>			
General Government	3,673,409	3,624,525	5,850,168
Public Safety	2,117,056	2,165,940	2,149,381
Judiciary and Court Related	1,019,110	1,034,710	1,016,014
Highways & Streets	-	-	165,414
Miscellaneous	<u>559,339</u>	<u>543,740</u>	<u>548,558</u>
<b>TOTAL EXPENDITURES</b>	<u>7,368,914</u>	<u>7,368,914</u>	<u>9,729,535</u>
<b>DEFICIENCY OF REVENUES OVER EXPENDITURES</b>	(40,486)	(40,486)	(3,010,518)
<b>OTHER FINANCING SOURCES:</b>			
Bond Issued	-	-	2,950,000
Net Transfers Between Funds	<u>50,000</u>	<u>50,000</u>	<u>424,491</u>
<b>NET CHANGE IN FUND BALANCES</b>	<u>\$ 9,514</u>	<u>\$ 9,514</u>	363,973
<b>FUND BALANCES, BEGINNING OF YEAR</b>			<u>1,896,929</u>
<b>FUND BALANCES, END OF YEAR</b>			<u>\$ 2,260,902</u>

See notes to required supplementary information.



**RANDOLPH COUNTY, ILLINOIS**  
**NOTES TO BUDGETARY COMPARISON SCHEDULES**  
**YEAR ENDED NOVEMBER 30, 2016**

**BUDGETS AND BUDGETARY ACCOUNTING**

The County follows the procedures outlined below in establishing the budgetary data reflected in the basic financial statements:

1. Prior to October, all departments submit requests for appropriations to the County Board of Commissioners to prepare the County's annual budget. The annual budget is prepared by fund, function, and object, and includes information on the prior year, current year estimates, and requested appropriations for the next fiscal year. The annual operating budget includes proposed expenditures for all governmental fund types.
2. Prior to November 1, the proposed budget is presented to the County Board for review. The Board holds public hearings and may add to, subtract from, or change appropriations, but may not, however, change the form of the budget. Any changes made must be within the revenues and unencumbered fund balances available as estimated by the County Board of Commissioners, or the revenue estimates must be changed by an affirmative vote of the majority of the County Board.
3. If requested, the Board may, by a two-thirds vote of all its members, make supplemental or emergency appropriations from available resources and may reduce or transfer appropriations among funds or departments. All annual appropriations lapse at fiscal year-end, but may be re-appropriated upon request and Board approval. Revisions to the approved budget were not significant in the current year.
4. Transfers between budgeted line items within a department or County office may be made at the discretion of the department head or officeholder so long as the total amount appropriated for such department or office is not exceeded.
5. The County's budgets are prepared utilizing the cash basis of accounting.
6. The County sets the maximum level of expenditures at the amount authorized when the budget ordinance is passed. Expenditures may not legally exceed budgeted appropriations at the fund level for the special revenue, debt service, and capital projects funds. Within the general fund, expenditures may not legally exceed budgeted appropriations by department or by offices under the control of elected officials.

**RANDOLPH COUNTY, ILLINOIS  
TREND INFORMATION  
ILLINOIS MUNICIPAL RETIREMENT FUND  
NOVEMBER 30, 2016**

**ALL OTHER COUNTY MEMBERS**

<u>Actuarial Valuation Date</u>	<u>Annual Pension Cost (APC)</u>	<u>Percentage of APC Contribution</u>	<u>Net Pension Obligation</u>
12/31/2015	\$ 741,945	100%	-
12/31/2014	774,270	93%	-
12/31/2013	760,414	83%	126,569
12/31/2012	646,562	81%	123,085
12/31/2011	610,022	76%	147,182
12/31/2010	582,299	72%	165,165
12/31/2009	360,823	100%	-
12/31/2008	217,702	100%	-
12/31/2007	45,699	100%	-
12/31/2006	311,838	100%	-

**REQUIRED SUPPLEMENTARY INFORMATION  
SCHEDULE OF FUNDING PROGRESS**

<u>Actuarial Valuation Date</u>	<u>Actuarial Value of Assets (a)</u>	<u>Actuarial Accrued Liability (AAL) Entry Age (b)</u>	<u>Unfunded AAL (UAAL) (b-a)</u>	<u>Funded Ratio (a/b)</u>	<u>Covered Payroll (c)</u>	<u>UAAL as a Percentage of Covered Payroll ((b-a)/c)</u>
12/31/2015	\$ 14,218,975	\$ 19,749,896	\$ 5,530,921	72.00%	\$ 5,608,049	98.62%
12/31/2014	13,309,150	18,602,890	5,293,740	71.54%	5,452,602	97.09%
12/31/2013	13,324,503	18,141,460	4,816,957	73.45%	5,299,051	90.96%
12/31/2012	11,411,601	16,668,912	5,257,311	68.46%	4,865,024	108.06%
12/31/2011	9,927,441	15,015,765	5,088,324	66.11%	4,732,518	107.52%
12/31/2010	11,154,522	15,417,926	4,263,404	72.35%	4,692,177	90.86%
12/31/2009	10,359,911	14,145,397	3,785,486	73.24%	4,465,634	84.77%
12/31/2008	10,457,620	13,642,690	3,185,070	76.65%	4,784,671	66.57%
12/31/2007	14,918,800	14,565,862	(352,938)	102.42%	4,524,691	0.00%
12/31/2006	14,032,405	13,554,565	(477,840)	103.53%	4,319,081	0.00%

**ADDITIONAL TREND INFORMATION**

Employer's contributions to pension, all made in accordance with actuarially determined requirements, were stated as a percent of annual covered payroll, as follows:

Calendar 2015	13.23%
Calendar 2014	13.16%
Calendar 2013	11.96%
Calendar 2012	10.76%
Calendar 2011	9.78%
Calendar 2010	8.89%
Calendar 2009	8.08%
Calendar 2008	4.55%
Calendar 2007	1.01%
Calendar 2006	7.22%

On a market value basis, the value of assets as of December 31, 2015 is \$13,878,198. On a market basis, the funded ratio would be 70.27%. The actuarial value of assets and accrued liability cover active and inactive members who have service credit with Randolph County. They do not include amounts for retirees. The actuarial accrued liability for retirees is 100% funded.

**RANDOLPH COUNTY, ILLINOIS  
TREND INFORMATION  
ILLINOIS MUNICIPAL RETIREMENT FUND  
NOVEMBER 30, 2016**

**SLEP MEMBERS**

<b>Actuarial Valuation Date</b>	<b>Annual Pension Cost (APC)</b>	<b>Percentage of APC Contribution</b>	<b>Net Pension Obligation</b>
12/31/2015	\$ 307,827	100%	-
12/31/2014	314,701	100%	-
12/31/2013	318,624	100%	-
12/31/2012	314,747	92%	23,948
12/31/2011	310,753	87%	41,313
12/31/2010	403,639	65%	139,898
12/31/2009	230,613	100%	-
12/31/2008	134,809	100%	-
12/31/2007	100,806	100%	-
12/31/2006	83,894	100%	-

**REQUIRED SUPPLEMENTARY INFORMATION  
SCHEDULE OF FUNDING PROGRESS**

<b>Actuarial Valuation Date</b>	<b>Actuarial Value of Assets (a)</b>	<b>Actuarial Accrued Liability (AAL) Entry Age (b)</b>	<b>Unfunded AAL (UAAL) (b-a)</b>	<b>Funded Ratio (a/b)</b>	<b>Covered Payroll (c)</b>	<b>UAAL as a Percentage of Covered Payroll ((b-a)/c)</b>
12/31/2015	\$ 3,267,262	\$ 5,412,529	\$ 2,145,267	60.36%	\$ 1,578,598	135.90%
12/31/2014	4,135,618	5,744,325	1,608,707	71.99%	1,518,828	105.92%
12/31/2013	3,786,132	5,517,007	1,730,875	68.63%	1,497,997	115.55%
12/31/2012	3,128,214	5,136,651	2,008,437	60.90%	1,487,464	135.02%
12/31/2011	2,535,531	4,617,188	2,081,657	54.92%	1,507,776	138.06%
12/31/2010	2,795,882	5,152,284	2,356,402	54.26%	1,528,936	154.12%
12/31/2009	2,326,372	4,460,677	2,134,305	52.15%	1,405,223	151.87%
12/31/2008	1,923,742	3,976,880	2,053,138	48.37%	763,789	268.81%
12/31/2007	2,042,008	2,492,937	450,929	81.91%	652,046	69.16%
12/31/2006	1,683,852	2,240,906	557,054	75.14%	591,220	94.22%

**ADDITIONAL TREND INFORMATION**

Employer's contributions to pension, all made in accordance with actuarially determined requirements, were stated as a percent of annual covered payroll, as follows:

Calendar 2015	19.50%
Calendar 2014	20.72%
Calendar 2013	21.27%
Calendar 2012	19.55%
Calendar 2011	17.87%
Calendar 2010	17.25%
Calendar 2009	16.41%
Calendar 2008	17.65%
Calendar 2007	15.46%
Calendar 2006	14.19%

On a market value basis, the value of assets as of December 31, 2015 is \$3,188,117. On a market basis, the funded ratio would be 58.90%. The actuarial value of assets and accrued liability cover active and inactive members who have service credit with Randolph County. They do not include amounts for retirees. The actuarial accrued liability for retirees is 100% funded.

**RANDOLPH COUNTY, ILLINOIS  
TREND INFORMATION  
ILLINOIS MUNICIPAL RETIREMENT FUND  
NOVEMBER 30, 2016**

**ECO MEMBERS**

<u>Actuarial Valuation Date</u>	<u>Annual Pension Cost (APC)</u>	<u>Percentage of APC Contribution</u>	<u>Net Pension Obligation</u>
12/31/2015	\$ 137,475	100%	-
12/31/2014	229,099	100%	-
12/31/2013	133,404	100%	-
12/31/2012	242,814	100%	-
12/31/2011	208,979	100%	-
12/31/2010	212,936	100%	-
12/31/2009	208,111	100%	-
12/31/2008	205,689	100%	-
12/31/2007	174,862	100%	-
12/31/2006	231,641	100%	-

**REQUIRED SUPPLEMENTARY INFORMATION  
SCHEDULE OF FUNDING PROGRESS**

<u>Actuarial Valuation Date</u>	<u>Actuarial Value of Assets (a)</u>	<u>Actuarial Liability (AAL) Entry Age (b)</u>	<u>Unfunded AAL (UAAL) (b-a)</u>	<u>Funded Ratio (a/b)</u>	<u>Covered Payroll (c)</u>	<u>UAAL as a Percentage of Covered Payroll ((b-a)/c)</u>
12/31/2015	\$ (135,992)	\$ 1,572,818	\$ 1,708,810	0.00%	\$ 273,364	625.10%
12/31/2014	333,061	2,206,706	1,873,645	15.09%	496,961	377.02%
12/31/2013	55,013	1,657,108	1,602,095	3.32%	457,489	350.19%
12/31/2012	593,514	1,902,798	1,309,284	31.19%	720,088	181.82%
12/31/2011	961,773	2,487,694	1,525,921	38.66%	711,783	214.38%
12/31/2010	712,177	2,747,675	2,035,498	25.92%	704,852	288.78%
12/31/2009	1,316,083	2,836,398	1,520,315	46.40%	681,216	223.18%
12/31/2008	1,104,051	2,644,527	1,540,476	41.75%	654,851	235.24%
12/31/2007	1,104,375	2,392,272	1,287,897	46.16%	607,159	212.12%
12/31/2006	787,846	2,139,480	1,351,634	36.82%	586,284	230.54%

**ADDITIONAL TREND INFORMATION**

Employer's contributions to pension, all made in accordance with actuarially determined requirements, were stated as a percent of annual covered payroll, as follows:

Calendar 2015	50.29%
Calendar 2014	46.10%
Calendar 2013	29.16%
Calendar 2012	33.72%
Calendar 2011	29.36%
Calendar 2010	30.21%
Calendar 2009	30.55%
Calendar 2008	31.41%
Calendar 2007	28.80%
Calendar 2006	39.51%

On a market value basis, the value of assets as of December 31, 2015 is (\$209,656). On a market basis, the funded ratio would be 0.00%. The actuarial value of assets and accrued liability cover active and inactive members who have service credit with Randolph County. They do not include amounts for retirees. The actuarial accrued liability for retirees is 100% funded.

**RANDOLPH COUNTY, ILLINOIS  
COMBINING BALANCE SHEETS  
NON-MAJOR SPECIAL REVENUE FUNDS  
NOVEMBER 30, 2016**

	<u>County Bridge</u>	<u>County Highway</u>	<u>Matching Tax</u>	<u>Gravel and Rock</u>	<u>General Assistance</u>	<u>Illinois Municipal Retirement</u>	<u>Health Tax</u>	<u>Social Security</u>	<u>Ambulance</u>	<u>Restoring Records</u>	<u>Tort and Immunity</u>	<u>County Extension</u>	<u>Emergency Telephone System</u>	<u>Court Automation</u>	<u>Various Nonmajor Special Revenues</u>	<u>Total Nonmajor Special Revenue Funds</u>
<b>ASSETS:</b>																
Cash and Cash Equivalents	\$ 51,074	\$ 182,287	\$ 2,877	\$ 3,335	\$ 8,190	\$ 46,626	\$ 7,326	\$ 7,050	\$ 11,589	\$ 47,859	\$ (126,991)	\$ 5,913	\$ 336,289	\$ 39,934	\$ 173,745	\$ 797,103
Investments	-	-	-	-	-	-	-	-	-	-	157,038	-	-	-	-	157,038
Accounts Receivable	-	-	-	-	-	-	-	-	-	-	-	-	61,662	3,195	8,306	73,163
Inventory	-	28,317	-	-	-	-	-	-	-	-	-	-	-	-	-	28,317
Interfund Receivable (Payable)	-	-	-	-	311	560,140	-	(50,000)	-	-	647,794	-	-	-	(195)	1,158,050
<b>TOTAL ASSETS</b>	<u>\$ 51,074</u>	<u>\$ 210,604</u>	<u>\$ 2,877</u>	<u>\$ 3,335</u>	<u>\$ 8,501</u>	<u>\$ 606,766</u>	<u>\$ 7,326</u>	<u>\$ (42,950)</u>	<u>\$ 11,589</u>	<u>\$ 47,859</u>	<u>\$ 677,841</u>	<u>\$ 5,913</u>	<u>\$ 397,951</u>	<u>\$ 43,129</u>	<u>\$ 181,856</u>	<u>\$ 2,213,671</u>
<b>LIABILITIES AND FUND BALANCES:</b>																
Accounts Payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 27,517	\$ -	\$ 11,904	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 96	\$ 39,517
Restricted to:																
Highways & Streets	51,074	210,604	2,877	3,335	-	-	-	-	-	-	-	-	-	-	-	267,890
Judicial and Court Related	-	-	-	-	-	-	-	-	-	-	-	-	-	43,129	-	43,129
Public Welfare	-	-	-	-	8,501	-	7,326	-	11,589	47,859	677,841	-	397,951	-	-	1,151,067
Other Purposes	-	-	-	-	-	579,249	-	(54,854)	-	-	-	5,913	-	-	181,760	712,068
<b>TOTAL FUND BALANCES</b>	<u>51,074</u>	<u>210,604</u>	<u>2,877</u>	<u>3,335</u>	<u>8,501</u>	<u>579,249</u>	<u>7,326</u>	<u>(54,854)</u>	<u>11,589</u>	<u>47,859</u>	<u>677,841</u>	<u>5,913</u>	<u>397,951</u>	<u>43,129</u>	<u>181,760</u>	<u>2,174,154</u>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<u>\$ 51,074</u>	<u>\$ 210,604</u>	<u>\$ 2,877</u>	<u>\$ 3,335</u>	<u>\$ 8,501</u>	<u>\$ 606,766</u>	<u>\$ 7,326</u>	<u>\$ (42,950)</u>	<u>\$ 11,589</u>	<u>\$ 47,859</u>	<u>\$ 677,841</u>	<u>\$ 5,913</u>	<u>\$ 397,951</u>	<u>\$ 43,129</u>	<u>\$ 181,856</u>	<u>\$ 2,213,671</u>

See accompanying independent auditors' report

**RANDOLPH COUNTY, ILLINOIS  
COMBINING STATEMENTS OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCES  
NON-MAJOR SPECIAL REVENUE FUNDS  
YEAR ENDED NOVEMBER 30, 2016**

	<u>County Bridge</u>	<u>County Highway</u>	<u>Matching Tax</u>	<u>Gravel and Rock</u>	<u>General Assistance</u>	<u>Illinois Municipal Retirement</u>	<u>Health Tax</u>	<u>Social Security</u>	<u>Ambulance</u>	<u>Restoring Records</u>	<u>Tort and Immunity</u>	<u>County Extension</u>	<u>Emergency Telephone System</u>	<u>Court Automation</u>	<u>Various Nonmajor Special Revenues</u>	<u>Total Nonmajor Special Revenue Funds</u>
<b>REVENUES:</b>																
Taxes:																
Property	\$ 69,150	\$ 296,282	\$ 226,860	\$ 11,906	\$ 13,875	\$ 617,248	\$ 256,810	\$ 306,174	\$ 104,056	\$ -	\$ 345,695	\$ 51,382	\$ -	\$ -	\$ -	\$ 2,299,438
Mobile Home Privilege Tax	277	1,185	907	48	55	2,468	1,027	1,224	403	-	1,382	205	-	-	-	9,181
Intergovernmental:																
Replacement Tax	-	-	-	-	-	185,000	-	-	-	-	-	-	-	-	-	185,000
Charges for Services	-	29,913	-	-	14,700	-	-	-	-	26,634	-	-	298,318	61,849	78,778	510,192
Interest on Investments	53	99	11	2	43	256	38	141	-	45	3	17	644	26	109	1,487
Miscellaneous	-	-	-	-	-	6,684	-	-	-	-	61,438	-	-	-	21,966	90,088
<b>TOTAL REVENUES</b>	<u>69,480</u>	<u>327,479</u>	<u>227,778</u>	<u>11,956</u>	<u>28,673</u>	<u>811,656</u>	<u>257,875</u>	<u>307,539</u>	<u>104,459</u>	<u>26,679</u>	<u>408,518</u>	<u>51,604</u>	<u>298,962</u>	<u>61,875</u>	<u>100,853</u>	<u>3,095,386</u>
<b>EXPENDITURES:</b>																
General Government	-	-	-	-	-	968,058	-	399,881	-	-	628,176	49,999	-	-	1,867	2,047,981
Judiciary and Court Related	-	-	-	-	-	-	-	-	-	-	-	-	-	54,108	15,275	69,383
Public Welfare	-	-	-	-	55,754	-	-	-	237,573	-	-	-	135,654	-	7,329	436,310
Highways & Streets	69,215	304,859	-	14,605	-	-	-	-	-	-	-	-	-	-	-	388,679
<b>TOTAL EXPENDITURES</b>	<u>69,215</u>	<u>304,859</u>	<u>-</u>	<u>14,605</u>	<u>55,754</u>	<u>968,058</u>	<u>-</u>	<u>399,881</u>	<u>237,573</u>	<u>-</u>	<u>628,176</u>	<u>49,999</u>	<u>135,654</u>	<u>54,108</u>	<u>24,471</u>	<u>2,942,353</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	265	22,620	227,778	(2,649)	(27,081)	(156,402)	257,875	(92,342)	(133,114)	26,679	(219,658)	1,605	163,308	7,767	76,382	153,033
<b>OTHER FINANCING SOURCES (USES)</b>																
Transfers Between Funds	-	-	(274,375)	-	(1,200)	14,847	(260,000)	8,910	130,000	(39,999)	150,000	-	(45,446)	-	-	(317,263)
<b>NET CHANGE IN FUND BALANCES</b>	265	22,620	(46,597)	(2,649)	(28,281)	(141,555)	(2,125)	(83,432)	(3,114)	(13,320)	(69,658)	1,605	117,862	7,767	76,382	(164,230)
<b>FUND BALANCES, BEGINNING OF YEAR</b>	<u>50,809</u>	<u>187,984</u>	<u>49,474</u>	<u>5,984</u>	<u>36,782</u>	<u>720,804</u>	<u>9,451</u>	<u>28,578</u>	<u>14,703</u>	<u>61,179</u>	<u>747,499</u>	<u>4,308</u>	<u>280,089</u>	<u>35,362</u>	<u>105,378</u>	<u>2,338,384</u>
<b>FUND BALANCES, END OF YEAR</b>	<u>\$ 51,074</u>	<u>\$ 210,604</u>	<u>\$ 2,877</u>	<u>\$ 3,335</u>	<u>\$ 8,501</u>	<u>\$ 579,249</u>	<u>\$ 7,326</u>	<u>\$ (54,854)</u>	<u>\$ 11,589</u>	<u>\$ 47,859</u>	<u>\$ 677,841</u>	<u>\$ 5,913</u>	<u>\$ 397,951</u>	<u>\$ 43,129</u>	<u>\$ 181,760</u>	<u>\$ 2,174,154</u>

See accompanying independent auditors' report

**SUPPLEMENTARY  
INFORMATION**

**RANDOLPH COUNTY, ILLINOIS  
COMBINING BALANCE SHEETS  
DEBT SERVICE FUNDS  
NOVEMBER 30, 2016**

	<u>General Obligation Series 2006</u>	<u>General Obligation Bonds 2009A</u>	<u>General Obligation Bonds 2009B</u>	<u>General Obligation Bonds 2016A</u>	<u>Total Debt Service Funds</u>
<b>ASSETS:</b>					
Cash and Cash Equivalents	\$ -	\$ 80,253	\$ 193,313	\$ 58,636	\$ 332,202
Cash - Restricted	<u>-</u>	<u>171,116</u>	<u>430,335</u>	<u>-</u>	<u>601,451</u>
<b>TOTAL ASSETS</b>	<u>\$ -</u>	<u>\$ 251,369</u>	<u>\$ 623,648</u>	<u>\$ 58,636</u>	<u>\$ 933,653</u>
<b>LIABILITIES AND FUND BALANCES:</b>					
Interest Payable	\$ -	\$ 6,116	\$ 15,335	\$ -	\$ 21,451
General Obligation Bonds Payable	<u>-</u>	<u>165,000</u>	<u>415,000</u>	<u>-</u>	<u>580,000</u>
<b>TOTAL LIABILITIES</b>	-	171,116	430,335	-	601,451
Restricted Fund Balances	<u>-</u>	<u>80,253</u>	<u>193,313</u>	<u>58,636</u>	<u>332,202</u>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<u>\$ -</u>	<u>\$ 251,369</u>	<u>\$ 623,648</u>	<u>\$ 58,636</u>	<u>\$ 933,653</u>

See accompanying independent auditors' report



**RANDOLPH COUNTY, ILLINOIS  
COMBINING STATEMENTS OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE  
DEBT SERVICE FUNDS  
YEAR ENDED NOVEMBER 30, 2016**

	<u>General Obligation Series 2006</u>	<u>General Obligation Bonds 2009A</u>	<u>General Obligation Bonds 2009B</u>	<u>General Obligation Bonds 2016A</u>	<u>Total Debt Service Funds</u>
<b>REVENUES:</b>					
Taxes:					
Property Tax	\$ -	\$ 181,589	\$ 455,858	\$ 52,706	\$ 690,153
Mobile Home Privilege Taxes	-	726	1,823	211	2,760
Interest on Investments	-	152	382	44	578
Reimbursements	<u>-</u>	<u>-</u>	<u>-</u>	<u>35,285</u>	<u>35,285</u>
<b>TOTAL REVENUES</b>	<u>-</u>	<u>182,467</u>	<u>458,063</u>	<u>88,246</u>	<u>728,776</u>
<b>EXPENDITURES:</b>					
Bond Principal	-	165,000	415,000	39,600	619,600
Bond Interest	-	14,932	36,700	12,626	64,258
Paying Agent Fee	<u>-</u>	<u>14,881</u>	<u>37,357</u>	<u>4,319</u>	<u>56,557</u>
<b>TOTAL EXPENDITURES</b>	<u>-</u>	<u>194,813</u>	<u>489,057</u>	<u>56,545</u>	<u>740,415</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	-	(12,346)	(30,994)	31,701	(11,639)
<b>OTHER FINANCING SOURCES (USES):</b>					
Transfers Between Funds	<u>(26,935)</u>	<u>-</u>	<u>-</u>	<u>26,935</u>	<u>-</u>
<b>NET CHANGE IN FUND BALANCES</b>	(26,935)	(12,346)	(30,994)	58,636	(11,639)
<b>FUND BALANCES, BEGINNING OF YEAR</b>	<u>26,935</u>	<u>92,599</u>	<u>224,307</u>	<u>-</u>	<u>343,841</u>
<b>FUND BALANCES, END OF YEAR</b>	<u>\$ -</u>	<u>\$ 80,253</u>	<u>\$ 193,313</u>	<u>\$ 58,636</u>	<u>\$ 332,202</u>

See accompanying independent auditors' report

**RANDOLPH COUNTY, ILLINOIS  
 COMBINING STATEMENTS OF FIDUCIARY NET POSITION  
 AGENCY FUNDS  
 YEAR ENDED NOVEMBER 30, 2016**

				Motor Fuel		County				
				Tax Road	Township	Collections	Death			
	<u>Probation</u>	<u>Tourism</u>	<u>Heir</u>	<u>District</u>	<u>Bridge</u>	<u>Property</u>	<u>Certificate</u>	<u>Sale of</u>	<u>Sheriff</u>	<u>Total</u>
			<u>Fund</u>			<u>Tax Fund</u>	<u>Surcharge</u>	<u>Property</u>	<u>Commissary</u>	
<b>ASSETS:</b>										
Cash and Cash Equivalents	\$ 82,963	\$ 56,940	\$ 2,500	\$ 284,766	\$ 63,716	\$ 11,847	\$ -	\$ 26,143	\$ 6,232	\$ 535,107
Accounts Receivable	<u>3,428</u>	<u>21,992</u>	<u>-</u>	<u>130,189</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>155,609</u>
<b>TOTAL ASSETS</b>	<u>86,391</u>	<u>78,932</u>	<u>2,500</u>	<u>414,955</u>	<u>63,716</u>	<u>11,847</u>	<u>-</u>	<u>26,143</u>	<u>6,232</u>	<u>690,716</u>
<b>LIABILITIES:</b>										
Due to Others	<u>86,391</u>	<u>78,932</u>	<u>2,500</u>	<u>414,955</u>	<u>63,716</u>	<u>11,847</u>	<u>-</u>	<u>26,143</u>	<u>6,232</u>	<u>690,716</u>
<b>TOTAL NET POSITION</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

See accompanying independent auditors' report

**RANDOLPH COUNTY, ILLINOIS  
FIDUCIARY FUNDS  
COMBINING STATEMENTS OF CHANGES IN FIDUCIARY NET POSITION  
AGENCY FUNDS  
YEAR ENDED NOVEMBER 30, 2016**

	<u>Probation</u>	<u>Tourism</u>	<u>Heir Fund</u>	<u>Motor Fuel Tax Road District</u>	<u>Township Bridge</u>	<u>County Collections Property Tax Fund</u>	<u>Death Certificate Surcharge</u>	<u>Sale of Property</u>	<u>Sheriff Commissary</u>	<u>Total</u>
<b>ADDITIONS:</b>										
Fees and Surcharge	\$ 53,901	\$ 133,892	\$ 2,500	\$ -	\$ -	\$ -	\$ 5,596	\$ -	\$ -	\$ 195,889
State of Illinois	-	-	-	778,239	57,500	-	-	-	-	835,739
Interest	84	188	-	640	57	-	-	19	-	988
Other	-	-	-	10,033	-	-	-	5,560	-	15,593
<b>TOTAL ADDITIONS</b>	<u>53,985</u>	<u>134,080</u>	<u>2,500</u>	<u>788,912</u>	<u>57,557</u>	<u>-</u>	<u>5,596</u>	<u>5,579</u>	<u>-</u>	<u>1,048,209</u>
<b>DEDUCTIONS:</b>										
County Highways and Bridges	-	-	-	-	21,857	-	-	-	-	21,857
Other	-	184,118	-	-	-	-	5,596	4,106	-	193,820
Road Districts	-	-	-	721,670	-	-	-	-	-	721,670
Judiciary and Court Related	45,001	-	-	-	-	-	-	-	-	45,001
<b>TOTAL DEDUCTIONS</b>	<u>45,001</u>	<u>184,118</u>	<u>-</u>	<u>721,670</u>	<u>21,857</u>	<u>-</u>	<u>5,596</u>	<u>4,106</u>	<u>-</u>	<u>982,348</u>
<b>CHANGE IN NET POSITION</b>	8,984	(50,038)	2,500	67,242	35,700	-	-	1,473	-	65,861
<b>FUNDS HELD, BEGINNING OF YEAR</b>	<u>77,407</u>	<u>128,970</u>	<u>-</u>	<u>347,713</u>	<u>28,016</u>	<u>11,847</u>	<u>-</u>	<u>24,670</u>	<u>6,232</u>	<u>624,855</u>
<b>FUNDS HELD, END OF YEAR</b>	<u>\$ 86,391</u>	<u>\$ 78,932</u>	<u>\$ 2,500</u>	<u>\$ 414,955</u>	<u>\$ 63,716</u>	<u>\$ 11,847</u>	<u>\$ -</u>	<u>\$ 26,143</u>	<u>\$ 6,232</u>	<u>\$ 690,716</u>

See accompanying independent auditors' report

**RANDOLPH COUNTY, ILLINOIS  
COMBINING BALANCE SHEETS  
GENERAL FUNDS  
YEAR ENDED NOVEMBER 30, 2016**

	County						
	Highway	Highway	Working	Rent	Geographic		
ASSETS:	Engineering	Equipment	Cash	Lease	Info (GIS)	Total	
Cash in Bank	1,035,679	\$ 48,905	\$ 23,612	\$ 697,321	\$ 375,937	\$ 140,555	\$ 2,322,009
Due from the State of Illinois	570,009	-	-	-	-	-	570,009
Fees and Fines Receivable	111,055	-	-	-	-	-	111,055
Interfund Receivables(Payables)	<u>(108,154)</u>	<u>-</u>	<u>-</u>	<u>50,000</u>	<u>(20,000)</u>	<u>47,539</u>	<u>(30,615)</u>
<b>TOTAL ASSETS</b>	<u>\$ 1,608,589</u>	<u>\$ 48,905</u>	<u>\$ 23,612</u>	<u>\$ 747,321</u>	<u>\$ 355,937</u>	<u>\$ 188,094</u>	<u>\$ 2,972,458</u>
<b>LIABILITIES AND FUND BALANCES:</b>							
Accounts Payable	525,816	\$ -	\$ -	\$ -	\$ 2,000	\$ -	\$ 527,816
Funds Held in Trust and Escrow	<u>183,740</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>183,740</u>
<b>TOTAL LIABILITIES</b>	<u>709,556</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,000</u>	<u>-</u>	<u>711,556</u>
Restricted to							
Committed	-	-	-	500,000	-	-	500,000
Assigned	-	48,905	23,612	-	128,937	63,094	264,548
Unassigned	<u>899,033</u>	<u>-</u>	<u>-</u>	<u>247,321</u>	<u>225,000</u>	<u>125,000</u>	<u>1,496,354</u>
<b>TOTAL FUND BALANCES</b>	<u>899,033</u>	<u>48,905</u>	<u>23,612</u>	<u>747,321</u>	<u>353,937</u>	<u>188,094</u>	<u>2,260,902</u>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<u>\$ 1,608,589</u>	<u>\$ 48,905</u>	<u>\$ 23,612</u>	<u>\$ 747,321</u>	<u>\$ 355,937</u>	<u>\$ 188,094</u>	<u>\$ 2,972,458</u>

See accompanying independent auditors' report

**RANDOLPH COUNTY, ILLINOIS  
COMBINING STATEMENTS OF REVENUES,  
EXPENDITURES AND CHANGES IN FUND BALANCE  
GENERAL FUNDS  
YEAR ENDED NOVEMBER 30, 2016**

	General Fund	County Highway Engineering	Highway Equipment	Working Cash	Rent Lease	Geographic Info (GIS)	Total
<b>REVENUES:</b>							
Taxes:							
Property	\$ 1,173,734	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,173,734
Mobile Home Privilege Tax	4,694	-	-	-	-	-	4,694
Sales	1,834,209	-	-	-	-	-	1,834,209
Intergovernmental:							
Replacement Tax	508,308	-	-	-	-	-	508,308
Income Tax	1,104,913	-	-	-	-	-	1,104,913
Insurance Reimbursements	239,713	-	-	-	-	-	239,713
Other Reimbursements	392,224	-	-	-	-	-	392,224
Charges for Services	1,040,171	-	-	-	-	51,748	1,091,919
Fines and Forfeits	54,102	-	-	-	-	-	54,102
Rents	1,200	-	-	-	48,330	-	49,530
Interest on Investments	6,195	44	39	823	311	104	7,516
Grants - State of Illinois	80,910	-	-	-	-	-	80,910
Miscellaneous	177,245	-	-	-	-	-	177,245
<b>TOTAL REVENUES</b>	<u>6,617,618</u>	<u>44</u>	<u>39</u>	<u>823</u>	<u>48,641</u>	<u>51,852</u>	<u>6,719,017</u>
<b>EXPENDITURES:</b>							
General Government	5,770,686	-	-	-	41,982	37,500	5,850,168
Public Safety	2,149,381	-	-	-	-	-	2,149,381
Judiciary and Court Related	1,016,014	-	-	-	-	-	1,016,014
Highways & Streets	-	68,335	97,079	-	-	-	165,414
Miscellaneous	548,258	-	-	-	300	-	548,558
<b>TOTAL EXPENDITURES</b>	<u>9,484,339</u>	<u>68,335</u>	<u>97,079</u>	<u>-</u>	<u>42,282</u>	<u>37,500</u>	<u>9,729,535</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	(2,866,721)	(68,291)	(97,040)	823	6,359	14,352	(3,010,518)
<b>OTHER FINANCING SOURCES</b>							
Bond Issued	2,950,000	-	-	-	-	-	2,950,000
Transfers Between Funds	308,074	63,680	52,737	-	-	-	424,491
<b>NET CHANGE IN FUND BALANCES</b>	391,353	(4,611)	(44,303)	823	6,359	14,352	363,973
<b>FUND BALANCES, BEGINNING OF YEAR</b>	<u>507,680</u>	<u>53,516</u>	<u>67,915</u>	<u>746,498</u>	<u>347,578</u>	<u>173,742</u>	<u>1,896,929</u>
<b>FUND BALANCES, END OF YEAR</b>	<u>\$ 899,033</u>	<u>\$ 48,905</u>	<u>\$ 23,612</u>	<u>\$ 747,321</u>	<u>\$ 353,937</u>	<u>\$ 188,094</u>	<u>\$ 2,260,902</u>

See accompanying independent auditors' report

**RANDOLPH COUNTY, ILLINOIS  
GENERAL FUND  
SCHEDULE OF EXPENDITURES  
YEAR ENDED NOVEMBER 30, 2016**

**GENERAL GOVERNMENT:**

**COUNTY CLERK:**

Office Holder Salary	\$ 66,988	
Clerk Salaries	226,977	
Office Supplies	6,373	
Mileage	3,019	
Dues & Meetings	747	
Publications	4,583	
Internet Document Fees	5,000	
Election Judges	56,335	
Voter Registration	1,000	
Polling Place Rent	2,160	
Education	500	
Local Registrar's Fee	221	
County Museum	6,800	
Election Supplies	37,260	
Clerk Operations	<u>815</u>	\$ 418,778

**COUNTY COMMISSIONERS:**

Board Member Salaries	126,626	
Mileage	660	
Office Supplies	3,985	
Illinois Law Enforcement Commission Match	4,016	
Equipment	61,805	
Audit County Report	24,626	
County Board Chairman Fee	5,400	
Building Improvements	116,679	
Preparation of Budget	14,265	
Equipment Repairs	2,803	
County Board Budget Director's Fee	1,800	
Publications	1,707	
Board of Review	<u>1,680</u>	366,052

**RANDOLPH COUNTY, ILLINOIS  
GENERAL FUND  
SCHEDULE OF EXPENDITURES - Continued  
YEAR ENDED NOVEMBER 30, 2016**

**HUMAN RESOURCES:**

Personnel Salary	\$ 46,601	
Payroll Salary	45,094	
Computer Supply Specialist Salary	52,208	
Office Supplies	<u>2,149</u>	\$ 146,052

**COURTHOUSE AND JAIL:**

Assistant Maintenance Engineer Salary	35,926	
Maintenance Engineer Salary	51,321	
Janitor Salary	39,820	
Office Supplies	27,335	
Maintenance Contracts	4,170	
Maintenance Overtime	25,279	
Fuel	15,647	
Lights	90,138	
Telephone	101,174	
Water	12,401	
Other Offices - Mileage	1,366	
Election Judges	10	
Courthouse Improvement Expense	<u>2,361,701</u>	2,766,288

**COUNTY GENERAL:**

Longevity	60,518	
Sick Day Payout	11,123	
IMRF Office Holders	43,854	
Soil Conservation - Local	500	
Administrative	103,260	
Insurance (Hospitalization)	1,090,672	
Contingent	16,001	
Health Care Provider	26,234	
Solid Waste Management	3,582	
Plat Book Expenses	<u>1,940</u>	1,357,684

**ESDA:**

Coordinator	10,740	
EMA Asst	7,538	
Weather Radio Coordinator	13,300	
Mileage	2,386	
Repair and Service Agreement	3,459	
Office Supplies	1,914	
EMA Equipment	1,339	
Telephone - ESDA	3,308	
ESDA Grant Expenditures	<u>110</u>	\$ 44,094

See accompanying independent auditors' report

**RANDOLPH COUNTY, ILLINOIS  
GENERAL FUND  
SCHEDULE OF EXPENDITURES - Continued  
YEAR ENDED NOVEMBER 30, 2016**

**SUPERVISOR OF ASSESSMENTS:**

Office Holder Salary	\$ 68,781	
Clerk Salaries	176,523	
Deputy Assessor	44,926	
Board of Review Clerk	45,094	
Office Supplies	6,455	
Mileage	1,695	
Dues & Meetings	1,303	
Publications	1,790	
Education	<u>640</u>	\$ 347,207

**ZONING:**

Zoning Administrator	49,135	
Contract Administration	30,552	
Zoning Support Salary	15,985	
Office Supplies	728	
Flyover Mapping	987	
Publications	<u>10,583</u>	107,970

**TREASURER:**

Treasurer's Salary	66,948	
Clerk Salaries	136,789	
Office Supplies	3,398	
Mileage	1,091	
Dues and Meetings	949	
Publishing	1,926	
Education	750	
Tax Statements	<u>4,710</u>	<u>216,561</u>

**TOTAL GENERAL GOVERNMENT** \$ 5,770,686



**RANDOLPH COUNTY, ILLINOIS  
GENERAL FUND  
SCHEDULE OF EXPENDITURES - Continued  
YEAR ENDED NOVEMBER 30, 2016**

**PUBLIC SAFETY:**

**CORONER:**

Coroner Salary	\$ 60,660	
Clerk Salaries	52,331	
Office Supplies	6,275	
Mileage	4,207	
Dues & Meetings	2,193	
Education	2,183	
Jurors	1,350	
Medical Examinations	37,072	
Toxicology	8,417	
Deputies	26,214	
Transportation & Removal	970	
Coroner Expenses	4,401	
Coroner Grant Expenditure	<u>301</u>	\$ 206,574

**ANIMAL CONTROL:**

Warden	23,315	
Coordinator	6,000	
Auto Maintenance and Mileage	2,639	
Animal Supplies	3,482	
Disposal	<u>1,011</u>	36,447

**SHERIFF:**

Sheriff Salary	77,679
Deputy Salaries	532,743
Office Salaries	134,145
Telecommunicator Salary	267,398
Jail Nurse	10,533
Corrections Officer Salary	220,777
Courthouse Security	65,811
Holiday & Overtime - Dispatch	59,453
Holiday & Overtime - Corrections	67,689
Longevity Pay	47,808

**RANDOLPH COUNTY, ILLINOIS  
GENERAL FUND  
SCHEDULE OF EXPENDITURES - Continued  
YEAR ENDED NOVEMBER 30, 2016**

**SHERIFF - Continued:**

Deputies - Holiday	\$ 179,290	
Captain Stipend	4,728	
Corr - Supt Stipend	2,759	
Chief Dispatcher - Stipend	2,759	
Office Supplies	5,981	
Supplies - Deputies	6,637	
Clothing Allowance	3,928	
Merit Board	887	
Computer Time Sharing	19,781	
Medical Attention	33,486	
Correctional Supplies	5,176	
Fuel	32,924	
Auto Maintenance	23,919	
Dieting Prisoners	52,023	
Radio Maintenance	3,608	
Postage	2,999	
Training	7,030	
Investigation	2,635	
Drug Task Force	9,532	
Salary - School Resource Officer	<u>22,242</u>	<u>\$ 1,906,360</u>
<b>TOTAL PUBLIC SAFETY</b>		<u><u>2,149,381</u></u>

**JUDICIARY AND COURT RELATED:**

**CIRCUIT CLERK:**

Circuit Clerk Salary	66,296	
Clerk Salaries	257,580	
Longevity Payments	9,302	
Office Supplies	4,511	
Mileage	272	
Dues & Meetings	111	
Audit	<u>2,775</u>	<u>340,847</u>

**RANDOLPH COUNTY, ILLINOIS  
GENERAL FUND  
SCHEDULE OF EXPENDITURES - Continued  
YEAR ENDED NOVEMBER 30, 2016**

**JUDICIARY:**

Public Defender	\$ 95,678	
Office Supplies	2,312	
Chief Judge Expense	760	
Probation Officer	73,030	
Salaries - Judges	1,557	
Additional Public Defender Expense	25,067	
Bailiff Salaries	28,625	
Court Expert	5,878	
State Wide Appellate Service	<u>27,230</u>	\$ 260,137

**STATE'S ATTORNEY:**

State's Attorney Salary	175,136	
Clerk Salaries	90,173	
Assistant State's Attorney Salary	80,628	
Extra Clerk Hire	2,625	
Building Inspector	11,696	
Office Supplies	5,142	
Dues & Meetings	1,887	
Foreign Witness Fees	843	
State Wide Appellate Service	<u>12,000</u>	380,130

**COURT SYSTEM:**

Jurors	19,054	
Circuit Court Improvements	5,270	
Law Library	<u>10,576</u>	<u>34,900</u>

**TOTAL JUDICIARY AND COURT RELATED** 1,016,014

**MISCELLANEOUS:**

**SUPERINTENDENT OF AN EDUCATIONAL REGION:**

Randolph-Monroe Education Service Region	82,816	82,816
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**RANDOLPH COUNTY, ILLINOIS  
GENERAL FUND  
SCHEDULE OF EXPENDITURES - Continued  
YEAR ENDED NOVEMBER 30, 2016**

**OFFICE SUPPLIES AND EQUIPMENT MAINTENANCE:**

Copy and Computer Paper	\$ 5,771	
Maintenance Contracts	<u>196,740</u>	\$ 202,511

**ECONOMIC DEVELOPMENT:**

SIMPAC	6,678	
Randolph County Progress Committee	37,500	
Port District	20,000	
Shooting Complex	<u>50,000</u>	114,178

**OTHER:**

Account Expenses	72,917	
Land Resource Management	39,913	
Senior Citizens - RSVP	2,000	
Postage	<u>33,923</u>	148,753

<b>TOTAL MISCELLANEOUS</b>		<u>548,258</u>
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<b>GRAND TOTAL - GENERAL FUND BEFORE TRANSFERS</b>		<u><u>\$9,484,339</u></u>
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**RANDOLPH COUNTY, ILLINOIS  
 RANDOLPH COUNTY HEALTH DEPARTMENT  
 STATEMENT OF NET POSITION  
 YEAR ENDED NOVEMBER 30, 2016**

<b>ASSETS:</b>	<b>Business-Type Activities</b>
Cash in Bank	\$ 352,430
Accounts Receivable	
Illinois Department of Public Health	63,445
Illinois Department of Human Services	40,903
Illinois Department of Public Aid	7,679
Other Accounts Receivable	1,832
<b>TOTAL ACCOUNTS RECEIVABLE</b>	<b>113,859</b>
Inventory	21,465
Capital Assets, Net of Depreciation	
Equipment	23,768
Leasehold Improvements	67,008
<b>TOTAL CAPITAL ASSETS, NET OF DEPRECIATION</b>	<b>90,776</b>
<b>TOTAL ASSETS</b>	<b>\$ 578,530</b>
<b>LIABILITIES:</b>	
Accounts Payable	\$ 87,868
Due to Randolph County	105,334
Deferred Revenues	51,585
Accrued Vacation and Sick Pay	106,550
<b>TOTAL LIABILITIES</b>	<b>351,337</b>
<b>NET POSITION:</b>	
Invested in Capital Assets	90,776
Unrestricted	136,417
<b>TOTAL NET POSITION</b>	<b>227,193</b>
<b>TOTAL LIABILITIES AND NET POSITION</b>	<b>\$ 578,530</b>

See accompanying independent auditors' report

**RANDOLPH COUNTY, ILLINOIS  
 RANDOLPH COUNTY HEALTH DEPARTMENT  
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN NET POSITION  
 YEAR ENDED NOVEMBER 30, 2016**

**OPERATING REVENUES:**

Patient Care:	
Third Party Payers	\$ 41,440
Clinic Services:	
Immunizations - Patient Fees	8,978
TB Tests and Lead Testing	831
Various Patient Fees	<u>6,525</u>
<b>TOTAL CLINIC SERVICES</b>	<b>16,334</b>
Environmental Health Services	45,930
Miscellaneous	<u>4,911</u>
<b>TOTAL CHARGES FOR SERVICES</b>	<b><u>108,615</u></b>
Health Services - Randolph County	346,133
Grants:	
Illinois Department of Public Health	126,391
Illinois Department of Human Services	<u>195,866</u>
<b>TOTAL GRANTS</b>	<b><u>322,257</u></b>
<b>TOTAL OPERATING REVENUES</b>	<b><u>777,005</u></b>

**RANDOLPH COUNTY, ILLINOIS  
 RANDOLPH COUNTY HEALTH DEPARTMENT  
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN NET POSITION - Continued  
 YEAR ENDED NOVEMBER 30, 2016**

<b>TOTAL OPERATING REVENUES</b>	<u>\$ 777,005</u>
<b>OPERATING EXPENSES:</b>	
WIC Program	152,753
Case Management	122,226
EH Food Sanitation	64,941
Clinics	64,043
Flu	48,747
Bioterrorism	40,976
EH Sewage	38,914
Communicable Disease	38,189
Immunizations	28,706
Depreciation	20,816
Other Health Promotion	18,190
Potable Water	12,837
Screenings	12,511
Breast Feeding Peer Counselor	12,200
General Administration	59,433
Illinois Tobacco Free Grant	9,591
Vision and Hearing	9,255
Lead	7,133
Geothermal Wells	5,431
EH Loan Inspections	3,053
Mosquito Control	3,017
Genetics Health Education	2,532
Environmental Health Administration	2,072
Tanning	1,028
Nuisance Control	<u>1,020</u>
<b>TOTAL OPERATING EXPENSES</b>	<u>779,614</u>
<b>NET OPERATING LOSS</b>	(2,609)
<b>NON-OPERATING REVENUES (EXPENSES):</b>	
Interest Income	524
Other Income	<u>2,342</u>
<b>NET NON-OPERATING REVENUES</b>	2,866
<b>CHANGE IN NET POSITION</b>	257
<b>NET POSITION, BEGINNING OF YEAR</b>	<u>226,936</u>
<b>NET POSITION, END OF YEAR</b>	<u>\$ 227,193</u>

See accompanying independent auditors' report

**RANDOLPH COUNTY, ILLINOIS  
COUNTY COLLECTOR  
STATEMENT OF CHARGES AND CREDITS  
YEAR ENDED NOVEMBER 30, 2016**

	<u>Real Estate Taxes Collected</u>	<u>Mobile Home Taxes Collected</u>
<b>CHARGES TO COLLECTOR:</b>		
Current Tax Extension	\$ 30,876,886	\$ -
Taxes That Were Omitted After Certification	6,434	-
Taxes That Were Added By Certificates of Error	<u>-</u>	<u>-</u>
	<u>\$ 30,883,320</u>	<u>\$ -</u>
<b>CREDITS TO COLLECTOR:</b>		
Taxes That Were Delinquent	\$ 22,368	\$ -
Taxes That Were Refunded By Certificates of Error	109,769	-
Tax Abatements	(110)	-
Taxes Distributed	<u>30,751,293</u>	<u>-</u>
	<u>\$ 30,883,320</u>	<u>\$ -</u>

Taxes shown as collected are the results of the entire collections as of the end of the tax cycle. The mobile home tax collection and distribution cycle was completed on November 29, 2016. The real estate tax collection and distribution cycle was complete on November 29, 2016. Final distributions were deposited on November 29, 2016.



**RANDOLPH COUNTY, ILLINOIS**  
**SCHEDULE OF ASSESSED VALUATION – TAX RATES**  
**TAXES EXTENDED AND COLLECTED**  
**YEAR ENDED NOVEMBER 30, 2016**

	<b>2013</b>	<b>2014</b>	<b>2015</b>
<b>ASSESSED VALUATION:</b>	<u>\$ 447,289,508</u>	<u>\$ 455,687,162</u>	<u>\$ 459,366,793</u>
 <b>TAX RATES PER \$100 OF</b>			
<b>ASSESSED VALUATION:</b>			
General	0.23256	0.23605	0.25631
Highway	0.08993	0.10232	0.06470
Bridge	0.05091	0.05122	0.01510
Matching Fund	0.04936	0.04960	0.04954
I.M.R.F.	0.12387	0.12461	0.13479
General Assistance	0.00809	0.00815	0.00303
Social Security	0.07227	0.07270	0.06686
Gravel and Rock	0.01554	0.00348	0.00260
Tort and Immunity	0.00158	0.00160	0.07549
Ambulance	0.02255	0.02274	0.02264
County Extension	0.01137	0.01145	0.01122
Health Tax	0.06377	0.06416	0.05608
Bond and Interest	<u>0.14673</u>	<u>0.14357</u>	<u>0.15071</u>
	<u>0.88853</u>	<u>0.89165</u>	<u>0.90907</u>
 <b>TAXES EXTENDED:</b>			
General	\$ 1,040,216	\$ 1,075,650	\$ 1,177,403
Highway	402,247	466,259	297,210
Bridge	227,715	233,403	69,364
Matching Fund	220,782	226,021	227,570
I.M.R.F.	554,058	567,832	619,181
General Assistance	36,186	37,139	13,919
Social Security	323,256	331,285	307,133
Gravel and Rock	69,509	15,858	11,944
Tort and Immunity	7,067	7,291	346,776
Ambulance	100,864	103,623	104,001
County Extension	50,857	52,176	51,541
Health Tax	285,237	292,369	257,613
Bond and Interest	<u>656,308</u>	<u>654,230</u>	<u>692,312</u>
	<u>\$ 3,974,302</u>	<u>\$ 4,063,136</u>	<u>\$ 4,175,967</u>
<b>TAXES COLLECTED</b>	<u>\$ 3,955,743</u>	<u>\$ 4,049,768</u>	<u>\$ 4,163,325</u>
 <b>% COLLECTED OF THOSE EXTENDED</b>	 <u>99.53%</u>	 <u>99.67%</u>	 <u>99.70%</u>

Taxes collected are shown on a full cycle basis rather on the fiscal year basis.

See accompanying independent auditors' report

**COMPLIANCE  
AUDIT**



**INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS***

County Board of Commissioners  
Randolph County, Illinois

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of Randolph County, Illinois (the "County"), as of and for the year ended November 30, 2016, and the related notes to the financial statements, which collectively comprise the County's basic financial statements, and have issued our report thereon dated April 21, 2017.

**Internal Control over Financial Reporting**

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

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or 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. 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.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or, significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

**Compliance and Other Matters**

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

**Purpose of this Report**

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



April 21, 2017  
Columbia, Illinois