





**VERMILION COUNTY, ILLINOIS**

**FINANCIAL STATEMENTS**

**November 30, 2006**



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## Independent Auditor's Report

Vermilion County Board  
Danville, Illinois

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 Vermilion County, Illinois, (County) as of and for the year ended November 30, 2006, which collectively comprise the County's basic financial statements as listed in the table of contents. These financial statements are the responsibility of Vermilion County's management. Our responsibility is to express opinions on these financial statements based on our audit.

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

Management has not recorded certain fixed assets and general infrastructure assets in governmental activities and, accordingly, has not recorded depreciation expense on those assets. Accounting principles generally accepted in the United States of America require that those assets be capitalized and depreciated, which would increase the assets, net assets, and also impact expenses of the governmental activities. The amount by which this departure would affect the assets, net assets, and expenses of the governmental activities is not reasonably determinable.

In our opinion, because of the effects of the matter discussed in the preceding paragraph, the financial statements referred to above do not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of the governmental activities of Vermilion County, Illinois as of November 30, 2006, and the changes in financial position thereof for the year then ended.

In addition, in our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the business-type activities, each major fund, and the aggregate remaining fund information of Vermilion County, Illinois as of November 30, 2006 and the respective changes in financial position and cash flows, where applicable, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated January 26, 2007, on our consideration of the County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in assessing the results of our audit.

The budgetary comparison information, schedules of funding progress for Illinois Municipal Retirement Fund and schedule of employer contributions are not a required part of the basic financial statements but is supplementary information required by accounting principles generally accepted in the United States of America. The Illinois Department of Human Services grant report is not required supplementary information by accounting principles generally accepted in the United States of America, but is required information for that agency. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the information. However, we did not audit the information and express no opinion on it. The County of Vermilion, Illinois has not presented the management's discussion and analysis that accounting principles generally accepted in the United States of America require to supplement, although not be part of, the basic financial statements.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Vermilion County, Illinois' basic financial statements. The combining financial statements and statistical information, on pages 44 – 63, are presented for purposes of additional analysis and are not a required part of the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments and Non-Profit Organizations*, and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied by us in the audit of the basic financial statements and, in our opinion, based on our audit, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

*Clifton Henderson LLP*

Danville, Illinois  
January 26, 2007

**VERMILION COUNTY, ILLINOIS**  
**STATEMENT OF NET ASSETS**  
November 30, 2006

|  | Governmental<br>Activities | Business-Type<br>Activities | Total                |
|--|----------------------------|-----------------------------|----------------------|
| <b>CURRENT ASSETS</b>                          |                            |                             |                      |
| Cash   | \$ 7,397,190               | \$ 876,689                  | \$ 8,273,879         |
| Investments                                    | 14,697,714                 | 171,759                     | 14,869,473           |
| Receivables, net                               | 762,936                    | 1,857,449                   | 2,620,385            |
| Taxes receivable                               | 10,534,570                 | -                           | 10,534,570           |
| Accrued interest                               | -                          | 894                         | 894                  |
| Prepaid items                                  | 4,333,294                  | -                           | 4,333,294            |
| Receivable from external parties               | 1,560,121                  | -                           | 1,560,121            |
| Internal balances                              | 1,794,487                  | (1,794,487)                 | -                    |
| Due from other governments                     | 2,483,998                  | -                           | 2,483,998            |
| Total current assets                           | 43,564,310                 | 1,112,304                   | 44,676,614           |
| <b>NONCURRENT ASSETS</b>                       |                            |                             |                      |
| Capital assets:                                |                            |                             |                      |
| Land   | -                          | 1,000                       | 1,000                |
| Buildings                                      | -                          | 5,591,471                   | 5,591,471            |
| Transportation equipment                       | -                          | 66,067                      | 66,067               |
| Recycling equipment                            | -                          | 96,610                      | 96,610               |
| Other equipment                                | -                          | 1,145,831                   | 1,145,831            |
| Total, at cost                                 | -                          | 6,900,979                   | 6,900,979            |
| Less accumulated depreciation                  | -                          | 5,324,712                   | 5,324,712            |
| Total noncurrent assets                        | -                          | 1,576,267                   | 1,576,267            |
| <b>TOTAL ASSETS</b>                            | <b>\$ 43,564,310</b>       | <b>\$ 2,688,571</b>         | <b>\$ 46,252,881</b> |
| <b>CURRENT LIABILITIES</b>                     |                            |                             |                      |
| Accounts payable                               | \$ 2,768,383               | \$ 460,038                  | \$ 3,228,421         |
| Accrued payroll                                | 1,405,963                  | 472,713                     | 1,878,676            |
| Due to others                                  | 43,256                     | -                           | 43,256               |
| Deferred revenue                               | 10,621,060                 | 653,400                     | 11,274,460           |
| Current portion of long term obligations       | 205,000                    | -                           | 205,000              |
| Total current liabilities                      | 15,043,662                 | 1,586,151                   | 16,629,813           |
| <b>NONCURRENT LIABILITIES</b>                  |                            |                             |                      |
| Accumulated unpaid Option II days              | 115,808                    | -                           | 115,808              |
| Noncurrent portion of long term obligations    | 3,770,000                  | -                           | 3,770,000            |
| Total noncurrent liabilities                   | 3,885,808                  | -                           | 3,885,808            |
| Total liabilities                              | 18,929,470                 | 1,586,151                   | 20,515,621           |
| <b>NET ASSETS</b>                              |                            |                             |                      |
| Invested in capital assets, net of obligations | -                          | 1,576,267                   | 1,576,267            |
| Restricted for capital projects                | 801,210                    | -                           | 801,210              |
| Restricted for road projects                   | 3,629,214                  | -                           | 3,629,214            |
| Restricted for Public Safety                   |                            |                             |                      |
| Building Rent                                  | 3,879,903                  | -                           | 3,879,903            |
| Restricted for election                        | 15,622                     | -                           | 15,622               |
| Restricted for working cash                    | 291,559                    | -                           | 291,559              |
| Restricted for Regional                        |                            |                             |                      |
| Superintendent of Schools                      | 71,343                     | -                           | 71,343               |
| Unrestricted                                   | 15,945,989                 | (473,847)                   | 15,472,142           |
| Total net assets                               | 24,634,840                 | 1,102,420                   | 25,737,260           |
| <b>TOTAL LIABILITIES AND NET ASSETS</b>        | <b>\$ 43,564,310</b>       | <b>\$ 2,688,571</b>         | <b>\$ 46,252,881</b> |

The accompanying notes are an integral part of the financial statements.

VERMILION COUNTY, ILLINOIS  
STATEMENT OF ACTIVITIES  
Year Ended November 30, 2006

|                                  | Program Revenues       |                         |  |  | Net (Expense) Revenue and<br>Changes in Net Assets |                                 |                     |
|----------------------------------|------------------------|-------------------------|--|--|--|---------------------------------|---------------------|
|                                  | Expenses               | Charges for<br>Services | Operating<br>Grants and<br>Contributions | Capital<br>Grants and<br>Contributions | Governmental<br>Activities                         | Business-<br>Type<br>Activities | Total               |
|                                  |                        |                         |  |  |  |                                 |                     |
| <b>PROGRAMS</b>                  |                        |                         |  |  |  |                                 |                     |
| <b>Governmental activities:</b>  |                        |                         |  |  |  |                                 |                     |
| General government               | \$ (6,104,351)         | \$ 1,304,045            | \$ 462,608                               | \$ -                                   | \$ (4,337,698)                                     | \$ -                            | \$ (4,337,698)      |
| Judiciary and court related      | (4,341,255)            | 1,308,827               | -  | -                                      | (3,032,428)  | -                               | (3,032,428)         |
| Public safety                    | (11,798,928)           | 714,847                 | 398,802                                  | 42,390                                 | (10,642,889)                                       | -                               | (10,642,889)        |
| Public health                    | (3,611,158)            | 232,294                 | 2,479,537                                | 81,608                                 | (817,719)  | -                               | (817,719)           |
| Transportation                   | (7,563,219)            | -                       | 121,027                                  | -                                      | (7,442,192)  | -                               | (7,442,192)         |
| Interest on long-term debt       | (234,308)              | -                       | -  | -                                      | (234,308)  | -                               | (234,308)           |
| Total governmental activities    | <u>(33,653,219)</u>    | <u>3,560,013</u>        | <u>3,461,974</u>                         | <u>123,998</u>                         | <u>(26,507,234)</u>                                | <u>-</u>                        | <u>(26,507,234)</u> |
| <b>Business-Type activities:</b> |                        |                         |  |  |  |                                 |                     |
| Nursing Home                     | (7,854,875)            | 6,300,718               | -  | -                                      | -  | (1,554,157)                     | (1,554,157)         |
| Nursing Home Farm                | (34,693)               | -                       | -  | -                                      | -  | (34,693)                        | (34,693)            |
| Solid Waste Management           | (444,639)              | 355,196                 | -  | -                                      | -  | (89,443)                        | (89,443)            |
| Total business-type activities   | <u>(8,334,207)</u>     | <u>6,655,914</u>        | <u>-</u>                                 | <u>-</u>                               | <u>-</u>   | <u>(1,678,293)</u>              | <u>(1,678,293)</u>  |
| <b>TOTAL</b>                     | <u>\$ (41,987,426)</u> | <u>\$ 10,215,927</u>    | <u>\$ 3,461,974</u>                      | <u>\$ 123,998</u>                      | <u>(26,507,234)</u>                                | <u>(1,678,293)</u>              | <u>(28,185,527)</u> |



**GENERAL REVENUES**

|   |               |              |               |
|---|---------------|--------------|---------------|
| Property taxes                                | \$ 9,478,971  | \$ 656,344   | \$ 10,135,315 |
| Corporate personal property replacement taxes | 1,315,475     | -            | 1,315,475     |
| State sales taxes                             | 3,237,305     | -            | 3,237,305     |
| State income tax allocation                   | 2,236,512     | -            | 2,236,512     |
| Hotel, restaurant and amusement taxes         | 3,960         | -            | 3,960         |
| Local motor fuel taxes                        | 3,482,342     | -            | 3,482,342     |
| Inheritance taxes                             | 20,528        | -            | 20,528        |
| Interest/investment income                    | 1,176,154     | 21,226       | 1,197,380     |
| Intergovernmental revenues                    | 5,081,362     | 55,722       | 5,137,084     |
| Miscellaneous                                 | 629,370       | -            | 629,370       |
| Transfers                                     | 39,003        | (39,003)     | -             |
| Total general revenues and transfers          | 26,700,982    | 694,289      | 27,395,271    |
| Change in net assets                          | 193,748       | (984,004)    | (790,256)     |
| NET ASSETS, BEGINNING OF YEAR                 | 24,441,092    | 2,086,424    | 26,527,516    |
| NET ASSETS, END OF YEAR                       | \$ 24,634,840 | \$ 1,102,420 | \$ 25,737,260 |

The accompanying notes are an integral part of the financial statements.

**VERMILION COUNTY, ILLINOIS**  
**BALANCE SHEET**  
**GOVERNMENTAL FUNDS**  
November 30, 2006

|   |                      | <u>Major Special Revenue Funds</u> |                      |                     | <u>Nonmajor</u>      | <u>Total</u>         |
|---|----------------------|------------------------------------|----------------------|---------------------|----------------------|----------------------|
|   | <u>General</u>       | <u>Health</u>                      | <u>Public Safety</u> | <u>County Motor</u> | <u>Governmental</u>  | <u>Governmental</u>  |
|   | <u>Fund</u>          | <u>Department</u>                  | <u>Building Rent</u> | <u>Fuel Tax</u>     | <u>Funds</u>         | <u>Funds</u>         |
| <b>ASSETS</b>   |                      |                                    |                      |                     |                      |                      |
| Cash  | \$ 977,423           | \$ 783,399                         | \$ 365,483           | \$ 1,582,363        | \$ 3,592,014         | \$ 7,300,682         |
| Investments   | 5,041,264            | -                                  | 750,000              | 2,100,000           | 6,456,450            | 14,347,714           |
| Receivables:  |                      |                                    |                      |                     |                      |                      |
| Taxes, net of allowance for<br>estimated uncollectibles | 1,336,500            | 235,689                            | 4,257,000            | -                   | 4,061,881            | 9,891,070            |
| Other   | 42,092               | -                                  | 3,273                | 46,390              | 100,234              | 191,989              |
| Prepaid items   | -                    | -                                  | 3,879,903            | -                   | 453,391              | 4,333,294            |
| Due from other funds                                    | 2,215,179            | 80                                 | -                    | -                   | 1,033,349            | 3,248,608            |
| Due from other governments                              | <u>1,174,344</u>     | <u>220,305</u>                     | <u>569,570</u>       | <u>107,338</u>      | <u>412,441</u>       | <u>2,483,998</u>     |
| <b>TOTAL ASSETS</b>                                     | <u>\$ 10,786,802</u> | <u>\$ 1,239,473</u>                | <u>\$ 9,825,229</u>  | <u>\$ 3,836,091</u> | <u>\$ 16,109,760</u> | <u>\$ 41,797,355</u> |
| <b>LIABILITIES</b>                                      |                      |                                    |                      |                     |                      |                      |
| Accounts payable  | \$ 490,464           | \$ 99,505                          | \$ 46,702            | \$ 758,069          | \$ 827,531           | \$ 2,222,271         |
| Accrued payroll   | 843,839              | 198,060                            | 190,990              | 8,400               | 164,674              | 1,405,963            |
| Due to other funds                                      | -                    | -                                  | -                    | -                   | 1,695                | 1,695                |
| Due to other governments                                | -                    | -                                  | -                    | -                   | 43,256               | 43,256               |
| Deferred revenue  | <u>1,336,500</u>     | <u>322,179</u>                     | <u>4,257,000</u>     | <u>-</u>            | <u>4,061,881</u>     | <u>9,977,560</u>     |
| Total liabilities                                       | <u>2,670,803</u>     | <u>619,744</u>                     | <u>4,494,692</u>     | <u>766,469</u>      | <u>5,099,037</u>     | <u>13,650,745</u>    |
| <b>FUND BALANCE</b>                                     |                      |                                    |                      |                     |                      |                      |
| Reserved for capital projects                           | -                    | -                                  | -                    | -                   | 801,210              | 801,210              |
| Reserved for road projects                              | -                    | -                                  | -                    | 3,069,622           | 559,592              | 3,629,214            |
| Reserved for Public Safety<br>Building Rent             | -                    | -                                  | 3,879,903            | -                   | -                    | 3,879,903            |
| Reserved for election                                   | -                    | -                                  | -                    | -                   | 15,622               | 15,622               |
| Reserved for working cash                               | -                    | -                                  | -                    | -                   | 291,559              | 291,559              |
| Reserved for Regional<br>Superintendent of Schools      | -                    | -                                  | -                    | -                   | 71,343               | 71,343               |
| Unreserved, reported in                                 |                      |                                    |                      |                     |                      |                      |
| General Fund  | 8,115,999            | -                                  | -                    | -                   | -                    | 8,115,999            |
| Special Revenue Funds                                   | <u>-</u>             | <u>619,729</u>                     | <u>1,450,634</u>     | <u>-</u>            | <u>9,271,397</u>     | <u>11,341,760</u>    |
| Total fund balance                                      | <u>8,115,999</u>     | <u>619,729</u>                     | <u>5,330,537</u>     | <u>3,069,622</u>    | <u>11,010,723</u>    | <u>28,146,610</u>    |
| <b>TOTAL LIABILITIES AND<br/>FUND BALANCE</b>           | <u>\$ 10,786,802</u> | <u>\$ 1,239,473</u>                | <u>\$ 9,825,229</u>  | <u>\$ 3,836,091</u> | <u>\$ 16,109,760</u> | <u>\$ 41,797,355</u> |

The accompanying notes are an integral part of the financial statements.

**VERMILION COUNTY, ILLINOIS**  
**RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL**  
**FUNDS TO THE NET ASSETS OF GOVERNMENTAL ACTIVITIES**  
**November 30, 2006**

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

|  |                             |
|--|-----------------------------|
| Fund balances-total governmental funds   | \$ 28,146,610               |
| Certain assets are not reported in the fund financial statement because<br>they are not current financial resources, but they are reported in the<br>statement of net assets   | 570,052                     |
| Internal service fund is used by management to charge the costs of insurance<br>to individual funds. The assets and liabilities of the internal service fund is<br>included in governmental activities in the statement of net assets. | 8,986                       |
| Long-term liabilities are not due and payable in the current period and<br>therefore are not reported in the funds.  | <u>(4,090,808)</u>          |
| <b>Net assets of governmental activities</b>   | <b><u>\$ 24,634,840</u></b> |

The accompanying notes are an integral part of the financial statements.

VERMILION COUNTY, ILLINOIS  
STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCES  
GOVERNMENTAL FUNDS  
Year Ended November 30, 2006

|   | General Fund | Major Special Revenue Funds |                             |                       |              | Nonmajor Governmental Funds | Total Governmental Funds |
|---|--------------|-----------------------------|-----------------------------|-----------------------|--------------|-----------------------------|--------------------------|
|   |              | Health Department           | Public Safety Building Rent | County Motor Fuel Tax |              |                             |                          |
| REVENUES  |              |                             |                             |                       |              |                             |                          |
| Taxes   | \$ 1,342,992 | \$ 180,885                  | \$ 4,052,489                | \$ -                  | \$ 3,902,605 | \$ 9,478,971                |                          |
| Intergovernmental                                 | 7,297,188    | 2,561,143                   | 2,484,970                   | 1,494,291             | 4,864,512    | 18,702,104                  |                          |
| Licenses and permits                              | 21,450       | -                           | -                           | -                     | 201,545      | 222,995                     |                          |
| Charges for services                              | 1,902,996    | 232,294                     | -                           | -                     | 838,283      | 2,973,573                   |                          |
| Fines and forfeits                                | 379,898      | -                           | -                           | -                     | -            | 379,898                     |                          |
| Miscellaneous                                     | 992,871      | 6,031                       | 61,056                      | 218,310               | 527,256      | 1,805,524                   |                          |
| Total revenues                                    | 11,937,395   | 2,980,353                   | 6,598,515                   | 1,712,601             | 10,334,201   | 33,563,065                  |                          |
| EXPENDITURES                                      |              |                             |                             |                       |              |                             |                          |
| Current:  |              |                             |                             |                       |              |                             |                          |
| General government                                | 4,334,760    | -                           | -                           | -                     | 1,753,044    | 6,087,804                   |                          |
| Judiciary and court related                       | 3,028,442    | -                           | -                           | -                     | 1,312,813    | 4,341,255                   |                          |
| Public safety                                     | 3,692,538    | -                           | 6,245,718                   | -                     | 1,860,672    | 11,798,928                  |                          |
| Public health                                     | -            | 2,837,604                   | -                           | -                     | 773,554      | 3,611,158                   |                          |
| Transportation                                    | -            | -                           | -                           | 4,400,226             | 3,162,993    | 7,563,219                   |                          |
| Capital outlay                                    | -            | -                           | -                           | -                     | 23,485       | 23,485                      |                          |
| Debt service:                                     |              |                             |                             |                       |              |                             |                          |
| Principal   | -            | -                           | -                           | -                     | 190,000      | 190,000                     |                          |
| Interest  | -            | -                           | -                           | -                     | 234,308      | 234,308                     |                          |
| Total expenditures                                | 11,055,740   | 2,837,604                   | 6,245,718                   | 4,400,226             | 9,310,869    | 33,850,157                  |                          |
| Excess (deficiency) of revenues over expenditures | 881,655      | 142,749                     | 352,797                     | (2,687,625)           | 1,023,332    | (287,092)                   |                          |

|  | General Fund | Major Special Revenue Funds |                             |                       |               | Nonmajor Governmental Funds | Total Governmental Funds |
|--|--------------|-----------------------------|-----------------------------|-----------------------|---------------|-----------------------------|--------------------------|
|  |              | Health Department           | Public Safety Building Rent | County Motor Fuel Tax |               |                             |                          |
| <b>OTHER FINANCING SOURCES (USES)</b>  |              |                             |                             |                       |               |                             |                          |
| Operating transfers in   | \$ 438,824   | \$ 60,000                   | \$ 500,000                  | \$ -                  | \$ 166,037    | \$ 1,164,861                |                          |
| Operating transfers out  | (166,037)    | (20,997)                    | -                           | -                     | (1,088,824)   | (1,275,858)                 |                          |
| Total other financing sources (uses)   | 272,787      | 39,003                      | 500,000                     | -                     | (922,787)     | (110,997)                   |                          |
| Excess (deficiency) of revenues over expenditures and other financing sources (uses) | 1,154,442    | 181,752                     | 852,797                     | (2,687,625)           | 100,545       | (398,089)                   |                          |
| <b>FUND BALANCE, BEGINNING OF YEAR</b>   | 6,961,557    | 437,977                     | 4,477,740                   | 5,757,247             | 10,910,178    | 28,544,699                  |                          |
| <b>FUND BALANCE, END OF YEAR</b>   | \$ 8,115,999 | \$ 619,729                  | \$ 5,330,537                | \$ 3,069,622          | \$ 11,010,723 | \$ 28,146,610               |                          |

The accompanying notes are an integral part of the financial statements.

VERMILION COUNTY, ILLINOIS  
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES OF  
GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES  
Year Ended November 30, 2006

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

|   |                   |
|---|-------------------|
| Net change in fund balances - total governmental funds  | \$ (398,089)      |
| Revenues that are not available to pay current obligations are not reported in the fund financial statements, but they are presented in the statement of activities   | 43,601            |
| Bond proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net assets. Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets. This amount is the net effect of these differences in the treatment of long-term debt and related items. |                   |
| Principal repayments capital lease  | \$ 190,000        |
| Decrease in compensated absences  | <u>6,938</u>      |
| Net adjustment to increase net changes in fund balances - total governmental funds to arrive at changes in net assets of governmental activities  | 196,938           |
| Internal service funds are used by management to charge the costs of fleet maintenance and insurance to individual funds. The net expenditure of internal service funds is reported with governmental activities  | <u>351,298</u>    |
| Change in net assets of governmental activities   | <u>\$ 193,748</u> |

The accompanying notes are an integral part of the financial statements.

**VERMILION COUNTY, ILLINOIS**  
**STATEMENT OF NET ASSETS**  
**PROPRIETARY FUNDS**  
November 30, 2006

|   | Business-Type Activities<br>Enterprise Funds |                           |                     | Governmental<br>Activities - |
|---|--|---------------------------|---------------------|------------------------------|
|   | Vermilion Manor<br>Nursing Home              | Other Enterprise<br>Funds | Total               | Internal Service<br>Fund     |
| <b>CURRENT ASSETS</b>                   |  |                           |                     |                              |
| Cash                                    | \$ 782,748                                   | \$ 93,941                 | \$ 876,689          | \$ 96,508                    |
| Investments                             | -  | 171,759                   | 171,759             | 350,000                      |
| Receivables, net                        | 1,827,426                                    | 30,023                    | 1,857,449           | 643,500                      |
| Accrued interest                        | -  | 894                       | 894                 | 895                          |
| Due from other funds                    | -  | -                         | -                   | 107,695                      |
| Total current assets                    | <u>2,610,174</u>                             | <u>296,617</u>            | <u>2,906,791</u>    | <u>1,198,598</u>             |
| <b>NONCURRENT ASSETS</b>                |  |                           |                     |                              |
| Land                                    | -  | 1,000                     | 1,000               | -                            |
| Buildings                               | 5,572,471                                    | 19,000                    | 5,591,471           | -                            |
| Transportation equipment                | 66,067                                       | -                         | 66,067              | -                            |
| Recycling equipment                     | -  | 96,610                    | 96,610              | -                            |
| Other equipment                         | 1,114,949                                    | 30,882                    | 1,145,831           | -                            |
| Total, at cost                          | 6,753,487                                    | 147,492                   | 6,900,979           | -                            |
| Less accumulated depreciation           | <u>5,197,852</u>                             | <u>126,860</u>            | <u>5,324,712</u>    | <u>-</u>                     |
| Total noncurrent assets                 | <u>1,555,635</u>                             | <u>20,632</u>             | <u>1,576,267</u>    | <u>-</u>                     |
| <b>TOTAL ASSETS</b>                     | <u>\$ 4,165,809</u>                          | <u>\$ 317,249</u>         | <u>\$ 4,483,058</u> | <u>\$ 1,198,598</u>          |
| <b>CURRENT LIABILITIES</b>              |  |                           |                     |                              |
| Accounts payable                        | \$ 434,197                                   | \$ 25,841                 | \$ 460,038          | \$ 546,112                   |
| Accrued payroll                         | 445,556                                      | 27,157                    | 472,713             | -                            |
| Due to other funds                      | 1,794,487                                    | -                         | 1,794,487           | -                            |
| Deferred revenue                        | <u>653,400</u>                               | <u>-</u>                  | <u>653,400</u>      | <u>643,500</u>               |
| Total current liabilities               | <u>3,327,640</u>                             | <u>52,998</u>             | <u>3,380,638</u>    | <u>1,189,612</u>             |
| <b>NET ASSETS</b>                       |  |                           |                     |                              |
| Invested in capital assets              | 1,555,635                                    | 20,632                    | 1,576,267           | -                            |
| Unrestricted net assets                 | <u>(717,466)</u>                             | <u>243,619</u>            | <u>(473,847)</u>    | <u>8,986</u>                 |
| Total net assets                        | <u>838,169</u>                               | <u>264,251</u>            | <u>1,102,420</u>    | <u>8,986</u>                 |
| <b>TOTAL LIABILITIES AND NET ASSETS</b> | <u>\$ 4,165,809</u>                          | <u>\$ 317,249</u>         | <u>\$ 4,483,058</u> | <u>\$ 1,198,598</u>          |

The accompanying notes are an integral part of the financial statements.

**VERMILION COUNTY, ILLINOIS**  
**STATEMENT OF REVENUES, EXPENSES**  
**AND CHANGES IN NET ASSETS**  
**PROPRIETARY FUNDS**  
**Year Ended November 30, 2006**

|  | <b>Business-Type Activities<br/>Enterprise Funds</b> |                                   |              | <b>Governmental<br/>Activities -<br/>Internal Service<br/>Fund</b> |
|--|--|-----------------------------------|--------------|--|
|  | <b>Vermilion Manor<br/>Nursing Home</b>              | <b>Other Enterprise<br/>Funds</b> | <b>Total</b> |  |
| <b>OPERATING REVENUES</b>                |  |                                   |              |  |
| Charges for services                     | \$ 6,300,718   | \$ 355,196                        | \$ 6,655,914 | \$ 277,483   |
| Fines and forfeits                       | -  | -                                 | -            | -  |
| Miscellaneous                            | 3,792  | 51,930                            | 55,722       | -  |
| Total operating revenues                 | 6,304,510  | 407,126                           | 6,711,636    | 277,483  |
| <b>OPERATING EXPENSES</b>                |  |                                   |              |  |
| Personnel services                       | 5,601,796  | 167,120                           | 5,768,916    | 727,782  |
| Supplies and materials                   | 425,975  | 5,881                             | 431,856      | -  |
| Other services and charges               | 134,793  | 47,856                            | 182,649      | -  |
| Contractual services                     | 1,481,374  | 251,029                           | 1,732,403    | -  |
| Capital outlay                           | 4,941  | 1,000                             | 5,941        | -  |
| Depreciation                             | 205,996  | 6,446                             | 212,442      | -  |
| Total operating expenses                 | 7,854,875  | 479,332                           | 8,334,207    | 727,782  |
| Operating loss                           | (1,550,365)  | (72,206)                          | (1,622,571)  | (450,299)  |
| <b>NON-OPERATING REVENUES (EXPENSES)</b> |  |                                   |              |  |
| Taxes                                    | 656,344  | -                                 | 656,344      | 643,287  |
| Interest income                          | 16,262   | 4,964                             | 21,226       | 8,310  |
| Interest expense                         | -  | -                                 | -            | -  |
| Total non-operating revenues             | 672,606  | 4,964                             | 677,570      | 651,597  |
| Income (loss) before transfers           | (877,759)  | (67,242)                          | (945,001)    | 201,298  |
| <b>OPERATING TRANSFERS</b>               |  |                                   |              |  |
| Operating transfers in                   | -  | 20,997                            | 20,997       | 150,000  |
| Operating transfers out                  | -  | (60,000)                          | (60,000)     | -  |
| Total other financing sources (uses)     | -  | (39,003)                          | (39,003)     | 150,000  |
| <b>CHANGE IN NET ASSETS</b>              | (877,759)  | (106,245)                         | (984,004)    | 351,298  |
| <b>NET ASSETS, BEGINNING OF YEAR</b>     | 1,715,928  | 370,496                           | 2,086,424    | (342,312)  |
| <b>NET ASSETS, END OF YEAR</b>           | \$ 838,169   | \$ 264,251                        | \$ 1,102,420 | \$ 8,986   |

The accompanying notes are an integral part of the financial statements.



VERMILION COUNTY, ILLINOIS  
STATEMENT OF CASH FLOWS  
PROPRIETARY FUND TYPES  
Year Ended November 30, 2006

|   | Business-Type Activities<br>Enterprise Funds |                           |              | Governmental<br>Activities |
|---|--|---------------------------|--------------|----------------------------|
|   | Vermilion Manor<br>Nursing Home              | Other Enterprise<br>Funds | Total        | Internal Service<br>Fund   |
| <b>CASH FLOWS FROM OPERATING ACTIVITIES</b>                               |  |                           |              |                            |
| Cash received from customers and contributions<br>including cash deposits | \$ 5,941,064                                 | \$ 408,156                | \$ 6,349,220 | \$ 277,483                 |
| Cash paid to suppliers and for claims                                     | (1,891,703)                                  | (308,586)                 | (2,200,289)  | (1,053,280)                |
| Cash paid to employees  | (5,442,961)                                  | (150,384)                 | (5,593,345)  | -                          |
| Cash paid to other funds  | 873,200                                      | -                         | 873,200      | (50,000)                   |
| Net cash used in<br>operating activities                                  | (520,400)                                    | (50,814)                  | (571,214)    | (825,797)                  |
| <b>CASH FLOWS FROM NONCAPITAL<br/>FINANCING ACTIVITIES</b>                |  |                           |              |                            |
| Cash received for property taxes  | 656,344                                      | -                         | 656,344      | 643,287                    |
| Cash transfers from other funds   | -  | 20,997                    | 20,997       | -                          |
| Cash transfers to other funds   | -  | (60,000)                  | (60,000)     | 150,000                    |
| Net cash provided by (used in)<br>noncapital financing activities         | 656,344                                      | (39,003)                  | 617,341      | 793,287                    |
| <b>CASH FLOWS FROM CAPITAL AND<br/>RELATED FINANCING ACTIVITIES</b>       |  |                           |              |                            |
| Purchase of property and equipment  | (16,757)                                     | -                         | (16,757)     | -                          |
| <b>CASH FLOWS FROM INVESTING ACTIVITIES</b>                               |  |                           |              |                            |
| Purchases of investments  | -  | (32,496)                  | (32,496)     | -                          |
| Interest received   | 16,262                                       | 5,488                     | 21,750       | 8,519                      |
| Proceeds from sale of investments   | -  | 69,066                    | 69,066       | 50,000                     |
| Net cash provided by investing activities                                 | 16,262                                       | 42,058                    | 58,320       | 58,519                     |
| <b>NET INCREASE (DECREASE) IN CASH</b>                                    | 135,449                                      | (47,759)                  | 87,690       | 26,009                     |
| <b>CASH, BEGINNING OF YEAR</b>  | 647,299                                      | 141,700                   | 788,999      | 70,499                     |
| <b>CASH, END OF YEAR</b>  | \$ 782,748                                   | \$ 93,941                 | \$ 876,689   | \$ 96,508                  |

VERMILION COUNTY, ILLINOIS  
STATEMENT OF CASH FLOWS  
PROPRIETARY FUND TYPES  
Year Ended November 30, 2006

|  | Business-Type Activities<br>Enterprise Funds |                           |                     | Governmental<br>Activities<br>Internal Service<br>Fund |
|--|--|---------------------------|---------------------|--|
|  | Vermilion Manor<br>Nursing Home              | Other Enterprise<br>Funds | Total               |  |
| <b>CASH FLOWS FROM OPERATING ACTIVITIES</b>  |  |                           |                     |  |
| Operating loss   | \$ (1,550,365)                               | \$ (72,206)               | \$ (1,622,571)      | \$ (450,299)   |
| Adjustments to reconcile operating loss to net cash<br>used in operating activities: |  |                           |                     |  |
| Depreciation   | 205,996                                      | 6,446                     | 212,442             | -  |
| Effects of changes in operating assets and liabilities:                              |  |                           |                     |  |
| Receivables  | (363,446)                                    | 1,030                     | (362,416)           | -  |
| Accounts payable and accrued payroll   | 314,215                                      | 13,916                    | 328,131             | (325,498)  |
| Due to other funds   | 873,200                                      | -                         | 873,200             | -  |
| Due from others  | -  | -                         | -                   | (50,000)   |
| Deferred revenue   | -  | -                         | -                   | -  |
| <b>NET CASH USED IN<br/>OPERATING ACTIVITIES</b>                                     | <u>\$ (520,400)</u>                          | <u>\$ (50,814)</u>        | <u>\$ (571,214)</u> | <u>\$ (825,797)</u>                                    |

The accompanying notes are an integral part of the financial statements.

**VERMILION COUNTY, ILLINOIS**  
**STATEMENT OF FIDUCIARY NET ASSETS**  
**FIDUCIARY FUNDS**  
**November 30, 2006**

|   | <u>Agency<br/>Funds</u>    |
|---|----------------------------|
| Cash  | \$ 7,708,960               |
| Investments   | 1,047,000                  |
| Receivables:  |                            |
| Taxes, net of allowance for<br>estimated uncollectibles | 1,084,052                  |
| Accrued interest  | 1,057                      |
| Due from other funds                                    | 11,808                     |
| Inventory   | <u>18,556</u>              |
| <b>TOTAL ASSETS</b>                                     | <b>\$ <u>9,871,433</u></b> |
|   |                            |
| Accounts payable  | \$ 119,500                 |
| Due to other funds                                      | 1,572,108                  |
| Due to other governments                                | 254,898                    |
| Due to others   | 3,273,798                  |
| Due to taxing bodies                                    | <u>4,651,129</u>           |
| <b>TOTAL LIABILITIES</b>                                | <b>\$ <u>9,871,433</u></b> |

The accompanying notes are an integral part of the financial statements.

**VERMILION COUNTY, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS**  
**November 30, 2006**

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

Vermilion County, Illinois (County) is a municipality located in Central Illinois. Revenues are substantially generated as a result of taxes assessed and allocated to the County (examples would be property, sales, income, and motor fuel taxes), charges for services performed and governmental grants. Revenues are therefore dependent on the economy within the territorial boundaries of the County and nearby surrounding area and the appropriations of entitlements at the State and Federal Government level. Taxable industry within the area is primarily manufacturing and retail. The surrounding area has a substantial agricultural base.

The following is a summary of the more significant accounting policies of the County.

**PRINCIPLES USED TO DETERMINE THE SCOPE OF THE REPORTING ENTITY**

The definition of the reporting entity is based primarily on the notion of financial accountability. A primary government is financially accountable for the organizations that make up its legal entity. It is also financially accountable for legally separate organizations if its officials appoint a voting majority of an organization's governing body and either it is able to impose its will on that organization or there is a potential for the organization to provide specific financial benefits to, or to impose specific financial burdens on, the primary government. A primary government may also be financially accountable for governmental organizations that are fiscally dependent on it.

The County's reporting entity includes the County's governing board and all related organizations for which the County is financially accountable.

The County is not aware of any entity which would be financially accountable to the County to the extent that they would be considered a component unit of the entity.

**Government-Wide and Fund Financial Statements**

The government-wide financial statements (i.e., the statement of net assets and the statement of activities) report information on all of the nonfiduciary activities of the primary government. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

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

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

**VERMILION COUNTY, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS**  
**November 30, 2006**

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Measurement Focus, Basis of Accounting, and Basis of Presentation**

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied for budgetary purposes. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 90 days of the end of the current fiscal period. Property taxes, licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Only the portion of special assessments receivable due within the current fiscal period is considered to be susceptible to accrual as revenue of the current period. All other revenue items are considered to be measurable and available only when cash is received by the government. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

The accounts of the County are organized on the basis of funds, each of which is considered to be a separate accounting entity. The operations of each fund are accounted for by providing a separate set of self-balancing accounts which comprise its assets, liabilities, and fund balance/retained earnings, revenues, and expenditures/expenses.

Governmental Funds are those through which governmental functions of the County are financed. The acquisition, use, and balances of the County's expendable resources and the related liabilities are accounted for through governmental funds. The County reports the following major governmental funds:

**General Fund** - The General Fund is the general operating fund of the County. It is used to account for all financial resources except those required to be accounted for in another fund.

**Health Department Fund** – This fund is used to account for revenue sources dedicated for Public Health.

**Public Safety Building Rent Fund** – This fund is used to account for its share of the activities of the Public Safety Building.

**County Motor Fuel Tax Fund** – This fund is used to collect and disburse state funds for County road projects.

Proprietary funds are used to account for those County activities that are similar to those often found in the private sector. The measurement focus is upon determination of net income, financial position, and changes in financial position.

**VERMILION COUNTY, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS**  
**November 30, 2006**

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Measurement Focus, Basis of Accounting, and Basis of Presentation (Continued)**

The County reports the following major proprietary fund:

**Vermilion Manor Nursing Home** – This fund accounts for the operation and maintenance of the County owned nursing home.

In addition to the general fund mentioned above, the County uses the following fund types:

**Governmental Fund Types**

**Special Revenue Funds** – Special Revenue Funds are used to account for the proceeds of specific revenue sources requiring separate accounting because of legal or regulatory provisions or administrative action.

**Debt Service Funds** – Debt Service Funds are used to account for the County's accumulation of resources for, and the payment of, general long-term debt, principal, interest and related costs.

**Capital Projects Funds** – The Capital Projects Funds are used to account for the County's purchase or construction of major capital facilities which are not financed by other funds.

**Proprietary Fund Types**

**Enterprise Funds** – The Enterprise Funds operations are financed similar to a private business enterprise; the intent is that the cost of the service is financed by user charges, and the activities be measured on a net income basis.

**Internal Service Funds** – The Internal Service Funds are used to account for the financing of goods or services provided by one department or agency or other departments or agencies of the government, on a cost-reimbursement basis.

Private-sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in both the government-wide and proprietary fund financial statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements.

Amounts reported as program revenues include (1) charges to customers or applicants for goods, services, or privileges provided, (2) operating grants and contributions, and (3) capital grants and contributions. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

Government fund types also distinguish between restricted and unrestricted resources. 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 they are needed.

**VERMILION COUNTY, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS**  
**November 30, 2006**

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**BUDGET AND APPROPRIATIONS**

The County adopts an annual budget and appropriation ordinance in accordance with Chapter 35 of the Illinois Compiled Statutes. The budget covers the fiscal year ending November 30, and is available for public inspection at least fifteen days prior to final adoption. All appropriations cease with the close of the fiscal year. The budget document is prepared for all budgetary funds using the modified accrual basis for projecting expenditures and revenues.

Once the County budget has been adopted, no further appropriations shall be made during the year, except in the event of an immediate emergency at which time the County Board by a two-thirds vote makes appropriations in excess of those authorized in the budget.

**USE OF ESTIMATES**

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

**POOLED CASH**

The County maintains pooled cash accounts for different fund groups which are used to account for all cash and investment transactions of that group. Monthly interest income of each pool is distributed to the individual funds based on their cash balance in the pool during that period.

**INVESTMENTS**

Investments consist of certificates of deposit with maturities of less than one year, which are stated at cost which approximates market value, and U.S. Government Mutual Funds and the County's original deposit in the Governmental Insurance Exchange Pool, which are recorded at quoted market prices.

**CAPITAL ASSETS AND LONG-TERM LIABILITIES**

The County has not maintained historical records required to record the costs of capital assets acquired over the years, other than in the proprietary funds. The costs to purchase these items have been expenditures of the various funds when incurred. This lack of historical information makes it impractical to accurately present the capital assets owned by the County. This represents a departure from generally accepted accounting principles.

Public domain (infrastructure), consisting of improvements to roads, sidewalks, and bridges has been recorded as current expenditures of various funds when incurred. Beginning with fiscal year 2003 infrastructure assets were to be capitalized on a prospective basis in accordance with Government Accounting Standards Board Statement No. 34. Since the County has recorded these as expenditures, this represents a departure from generally accepted accounting principles.

**VERMILION COUNTY, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS**  
**November 30, 2006**

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**CAPITAL ASSETS AND LONG-TERM LIABILITIES (CONTINUED)**

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the statement of net assets. In the fund financial statements, governmental funds reflect the face amount of debt issued as other financing sources. Principal payments on long-term obligations are recorded as expenditures in the current year.

The proprietary funds are accounted for on a cost of services or "capital maintenance" measurement focus. This means that all assets and all liabilities (whether current or noncurrent) associated with their activities are included on the balance sheet of these funds.

Buildings and equipment are recorded at cost and the farm land of 137 acres is carried at \$1,000, the approximate cost at the date of acquisition. Depreciation of all exhaustible fixed assets used by the proprietary funds is charged as expense against their operations. Depreciation has been provided over the estimated useful lives ranging from 10 – 40 years for buildings and improvements and 5 – 20 years for equipment using the straight-line method.

**FUND EQUITY/NET ASSETS**

In the fund financial statements, governmental funds report reservations of fund balance for amounts that are not available for appropriation or are legally restricted by outside parties for use for a specific purpose. Designations of fund balance represent tentative management plans that are subject to change.

**PROPERTY TAXES**

Property taxes attach as an enforceable lien on property as of January 1. Taxes are levied on or before the last Monday in December and are intended to finance the County's new fiscal year beginning December 1. The combined tax rate of the County for the year ended November 30, 2006 was \$1.771 per \$100 of assessed valuation. For budgetary purposes, taxes are recognized as revenue in the period in which they are intended to finance.

Property in Vermilion County is assessed by the Vermilion County Assessor. The values are adjusted by various percentages depending upon the type of property (residential, commercial, etc.). The assessed values are equalized by the Illinois Department of Revenue to ensure uniformity of property assessments throughout the state. The Vermilion County Clerk computes the annual tax rate by dividing the levy into the equalized value of each taxing unit. The Clerk then computes the tax for each parcel by multiplying the aggregate rates of all the taxing units having jurisdiction over the parcel by the equalized value. The tax amounts by parcel are forwarded to the Vermilion County Collector.

Property taxes are collected by the Vermilion County Collector who remits to the taxing units their respective shares of the collection. Taxes levied in one year become due and payable in two installments during the following year in July and September.

Based on collection histories, the County has provided at November 30, 2006 an allowance for uncollectible real property taxes equivalent to 1 percent of the current year's levy.



**VERMILION COUNTY, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS**  
**November 30, 2006**

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**PROPERTY TAXES (Continued)**

Real property tax revenues are recognized when earned in proprietary funds. Since property taxes are measurable but not available to finance current period obligations, the receivable is recorded and deferred in the governmental funds.

**ACCUMULATED UNPAID VACATION AND PERSONAL DAYS**

Accumulated unpaid vacation and personal days are not accrued in Governmental Funds. The liability of the County for accumulated unpaid Option II days (the former sick pay benefit) is recorded in the government-wide financial statements. No County employee is allowed to accumulate vacation days.

The County allows employees ten personal days per year in lieu of sick days.

**NOTE 2 - CASH AND INVESTMENTS**

The County has adopted formal investment policies and procedures as recommended by the County Treasurer. This investment policy applies to the investment activities of all funds of the County of Vermilion and all funds under the control of the County Treasurer as County Collector. The County Treasurer may invest in any type of security allowed under Illinois law and listed in the Illinois Revised Statutes. All investments shall be selected on the basis of competitive bids. Investments made outside the geographical boundaries of Vermilion County will always be made at a higher interest rate than could be received within those boundaries. All investments must be kept within the geographical boundaries of the State of Illinois. The carrying amount of the County's bank deposits, including certificates of deposits and money market funds was \$29,421,711 and the respective bank balances totaled \$36,450,202. Included in the carrying amount of the County's bank deposits and the respective bank balances are certificates of deposits totaling \$14,953,450 and \$15,084,938, respectively. Also included in the County's bank deposits are money market funds totaling \$388.

**Interest Rate Risk** – the risk that changes in interest rates will adversely affect the fair value of an investment. The County Treasurer realizes there is a time value to money, therefore, idle cash may be invested for a period of one day or in excess of a year, depending on when the money is needed. The main objective of the Vermilion County Treasurer's cash management procedure is to comply with Illinois Revised Statutes. When deposits of monies become collected funds and are not needed for immediate disbursement, they shall be invested within two working days at prevailing rates or better in accordance with state law.

The County Treasurer's investment portfolio shall remain sufficiently liquid to meet all operating requirements which may be reasonably anticipated. All securities held as of November 30, 2006, mature within one year.

**VERMILION COUNTY, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS**  
**November 30, 2006**

**NOTE 2 – CASH AND INVESTMENTS (CONTINUED)**

**Credit Risk** – risk that an issuer or other counter party to an investment will not fulfill its obligation. The standard of prudence to be used by the County Treasurer of Vermilion County shall be the “prudent person” standard which states;

Investments shall be made with judgment and care, under circumstances then prevailing, which persons of prudence, discretion and intelligence exercise in the management of their own affairs, not for speculation, but for investment, considering the probable safety of their capital as well as the possible income to be derived.

The above standard is established as the standard for professional responsibility and shall be applied in the context of managing the County’s overall portfolio.

**Custodial Credit Risk** – the risk that a government will not be able to cover deposits if the depository financial institution fails or will not be able to recover collateral securities that are in the possession of an outside party. It shall be the policy of the Vermilion County Treasurer to require collateral on all funds. When collateral is required, it must be pledged at 100%. As of November 30, 2006, the County’s bank deposits, including certificates of deposits, were fully collateralized.

**Deposits in the Illinois Funds** - The State Treasurer maintains the Illinois Treasurer’s Investment Pool (Pool) at cost and fair value through daily adjustment in the interest earnings. The State Treasurer also maintains the average duration of the pool at less than 25 days. The Pool is audited annually by an outside independent auditor and copies of the report are distributed to participants.

The monies invested by the individual participants are pooled together and invested in U.S. Treasury bills and notes backed by full faith and credit of the U.S. Treasury. In addition, monies are invested in fully collateralized time deposits in Illinois financial institutions, in collateralized repurchase agreements, and in treasury mutual funds that invest in U.S. Treasury obligations and collateralized repurchase agreements.

The time deposits are collateralized 110% over FDIC and FSLIC \$100,000 insurance with U.S. Treasury obligations and marked to market on a weekly basis to maintain sufficiency. The repurchase agreements are collateralized at 102% with U.S. Treasury obligations and the collateral is checked daily to determine sufficiency. Deposits in the Illinois Funds totaled \$1,589,661 at November 30, 2006.

In addition to the above, the County had \$891,264 invested in U.S. Governmental Mutual Funds and certificates of deposits through a financial services broker.

**NOTE 3 – ALLOWANCE FOR UNCOLLECTIBLE RECEIVABLES**

The County’s receivables are recorded net of an allowance for uncollectible accounts for the Nursing Home enterprise fund in the amount of \$115,000.

**VERMILION COUNTY, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS**  
November 30, 2006

**NOTE 4 - INTERFUND ACTIVITY**

Individual fund interfund receivable and payable (due to/due from other funds) at November 30, 2006 were as follows:

| <b>Fund</b>                   | <b><u>Interfund<br/>Receivable</u></b> | <b><u>Interfund<br/>Payable</u></b> |
|-------------------------------|--|-------------------------------------|
| General Fund                  | <u>\$2,215,179</u>                     | <u>\$ -</u>                         |
| Special Revenue Funds:        |  |                                     |
| Health Department             | 80                                     | -                                   |
| Indemnity                     | 21,040                                 | -                                   |
| County Clerk Vital Records    | 1,004                                  | -                                   |
| FICA                          | 667,286                                | -                                   |
| Illinois Municipal Retirement | 296,306                                | -                                   |
| Court Support                 | 6,125                                  | -                                   |
| Court Document Storage        | 5,100                                  | -                                   |
| Courthouse Automation         | 4,493                                  | -                                   |
| Courthouse Security           | -                                      | 768                                 |
| Recorder's Special Fee        | 5,149                                  | -                                   |
| Law Library                   | 1,995                                  | 748                                 |
| Probation Service             | 14,331                                 | -                                   |
| Treasurer's Automation        | 10,520                                 | -                                   |
| VC Trustee Revolving Fund     | <u>-</u>                               | <u>179</u>                          |
| Total special revenue funds   | <u>1,033,429</u>                       | <u>1,695</u>                        |
| Enterprise Funds:             |  |                                     |
| Nursing Home                  | <u>-</u>                               | <u>1,794,487</u>                    |
| Internal Service              | <u>107,695</u>                         | <u>-</u>                            |
| Agency Funds:                 |  |                                     |
| Restitution                   | 7,600                                  | 9,547                               |
| County Collector              | -                                      | 1,346,053                           |
| County Clerk                  | 4,387                                  | 6,035                               |
| Circuit Clerk                 | -                                      | 174,274                             |
| Recorder                      | -                                      | 32,641                              |
| Work Release                  | <u>-</u>                               | <u>3,558</u>                        |
| Total trust and agency funds  | <u>11,987</u>                          | <u>1,572,108</u>                    |
| <b>TOTAL</b>                  | <u><b>\$ 3,368,290</b></u>             | <u><b>\$ 3,368,290</b></u>          |

The amounts due to/from other funds are for routine and recurring interfund charges.

**VERMILION COUNTY, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS**  
November 30, 2006

**NOTE 4 – INTERFUND ACTIVITY (CONTINUED)**

Interfund transfers for the year ended November 30, 2006 consisted of the following:

|  |                   |
|--|-------------------|
| <b>Transfers to General Fund from:</b>                     |                   |
| Non-major governmental funds                               | <u>\$ 438,824</u> |
| <b>Transfers to Health Department Fund from:</b>           |                   |
| Other Enterprise Funds                                     | <u>\$ 60,000</u>  |
| <b>Transfers to Non-major Governmental Funds from:</b>     |                   |
| General Fund   | <u>\$ 166,037</u> |
| <b>Transfers to Internal Service Fund from:</b>            |                   |
| Non-major governmental funds                               | <u>\$ 150,000</u> |
| <b>Transfers to Other Enterprise Funds from:</b>           |                   |
| Health Department Fund                                     | <u>\$ 20,997</u>  |
| <b>Transfers to Public Safety Building Rent Fund from:</b> |                   |
| Non-major governmental funds                               | <u>\$ 500,000</u> |

Transfers are used to (1) move revenues from the fund collecting them to the fund that statute or budget reflects to expend them and (2) use unrestricted revenues collected to finance various programs accounted for in other funds in accordance with budgetary authorizations.

**NOTE 5 - GENERAL LONG-TERM DEBT**

During fiscal year ended November 30, 2006 the County's general long-term debt consisted of obligations under capital leases and unpaid Option II days. Changes in long-term debt for the year ended November 30, 2006 are as follows:

|                                   | <b>Balance<br/>November 30,<br/>2005</b> | <b><u>Additions</u></b> | <b><u>Deductions</u></b> | <b>Balance<br/>November 30,<br/>2006</b> |
|-----------------------------------|--|-------------------------|--------------------------|--|
| Accumulated unpaid Option II days | \$ 122,746                               | \$ -                    | \$ 6,938                 | \$ 115,808                               |
| Juvenile Detention Center lease   | <u>4,165,000</u>                         | <u>-</u>                | <u>190,000</u>           | <u>3,975,000</u>                         |
| <b>TOTAL</b>                      | <u>\$ 4,287,746</u>                      | <u>\$ -</u>             | <u>\$ 196,938</u>        | <u>\$ 4,090,808</u>                      |

**VERMILION COUNTY, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS**  
**November 30, 2006**

**NOTE 5 – GENERAL LONG-TERM DEBT (CONTINUED)**

**Juvenile Detention Center lease**

\$5,000,000 Juvenile Detention Center lease with the Danville Public Building Commission, due in annual installments as shown below through November 1, 2019, including interest at varying rates from 4.2% to 8.0%.

The following is a schedule of the minimum lease payments required under the remaining capital lease:

| <u>Fiscal Year</u> | <u>Total</u>              | <u>Principal</u>          | <u>Interest</u>            |
|--------------------|---------------------------|---------------------------|----------------------------|
| 2007               | \$ 426,595                | \$ 205,000                | \$ 221,595                 |
| 2008               | 424,595                   | 220,000                   | 204,595                    |
| 2009               | 426,195                   | 240,000                   | 186,195                    |
| 2010               | 425,220                   | 255,000                   | 170,220                    |
| 2011               | 426,960                   | 270,000                   | 156,960                    |
| 2012-2016          | 2,145,123                 | 1,595,000                 | 550,123                    |
| 2017-2019          | <u>1,590,650</u>          | <u>1,190,000</u>          | <u>400,650</u>             |
| <b>TOTAL</b>       | <u><b>\$5,865,338</b></u> | <u><b>\$3,975,000</b></u> | <u><b>\$ 1,890,338</b></u> |

Interest cost incurred on general long-term debt by the County during the year ended November 30, 2006 totaled \$234,308.

**NOTE 6 - LEASE AGREEMENTS**

**Juvenile Detention Center lease**

The County entered into a lease agreement with the Danville Public Building Commission, wherein the Commission constructed a juvenile detention center and is leasing it to Vermilion County for a period beginning on November 1, 2001 and ending on December 31, 2019.

The annual rent is due on or before November 1 of each year as detailed in Note 5.

At the end of the lease, the title to the site and all remaining assets will revert back to the County.

In accordance with the provisions of the Financial Accounting Standards Board Statement No. 13 (FASB 13) *Accounting for Leases*, the County capitalized the lease obligation at the fair market value of the property at the inception of the lease. However, since the County does not record fixed assets, the value of the property has not been reflected in the financial statements.

**VERMILION COUNTY, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS**  
**November 30, 2006**

**NOTE 6 – LEASE AGREEMENTS (CONTINUED)**

Sales tax is collected in the Law Enforcement Special Revenue Fund to provide for payments on the lease.

**Public Safety Building lease**

A lease agreement was entered into as of October 8, 1984 wherein the Danville Public Building Commission agreed to lease the Public Safety Building to the City of Danville and the County for their joint use. This agreement includes the operations of a Joint Communications Center whose costs are divided and apportioned equally between the County and City. The agreement provides also for the salaries and fringe benefits of "leased" employees whose costs are apportioned solely to the County.

An additional lease was entered into as of June 18, 2001 with the Danville Public Building Commission for the purpose of expanding and improving the Public Safety Building.

If, in any year, the rental payments are in excess of funds required, the Danville Public Building Commission refunds the excess to the City and County. If, in any year, the rental payments are insufficient, the Commission shall provide only those services that it can with whatever funds are available.

The following is a schedule of the minimum lease payments required under the leases:

| <u><b>Fiscal Year</b></u> |                             |
|---------------------------|-----------------------------|
| 2007                      | \$ 4,435,458                |
| 2008                      | 4,516,503                   |
| 2009                      | 68,044                      |
| 2010                      | 68,432                      |
| 2011                      | 63,707                      |
| 2012-2016                 | 308,361                     |
| 2017-2020                 | <u>657,458</u>              |
| <b>Total</b>              | <u><b>\$ 10,117,963</b></u> |

Lease expense for the year ended November 30, 2006 was \$4,111,298.

**NOTE 7 - ILLINOIS MUNICIPAL RETIREMENT FUND**

The most recent information available is for the year ended December 31, 2005.

**Defined Benefit Pension Plan - Other Qualified Vermilion County Employees**

**Plan Description**

The County's (Employer) 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 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.

**VERMILION COUNTY, ILLINOIS  
NOTES TO FINANCIAL STATEMENTS  
November 30, 2006**

**NOTE 7 - ILLINOIS MUNICIPAL RETIREMENT FUND (CONTINUED)**

**Defined Benefit Pension Plan - Other Qualified Vermilion County Employees (Continued)**

**Plan Description (Continued)**

IMRF issues a financial report that includes financial statements and required supplementary information. The report may be obtained at [www.imrf.org/pubs\\_homepage.htm](http://www.imrf.org/pubs_homepage.htm) or by writing to Illinois Municipal Retirement Fund, 2211 York Road, Suite 500, Oakbrook, Illinois 60523.

Employees participating in IMRF are required to contribute 4.50 percent of their annual covered salary. The member rate is established by state statute. The County is required to contribute at an actuarially determined rate. The County's rate for calendar year 2005 was 3.00 percent of payroll. The County's contribution requirements are established and may be amended by the IMRF Board of Trustees. IMRF's unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on a closed basis (overfunded liability amortized on open basis). The amortization period at December 31, 2005 was 3 years.

For December 31, 2005, the County's annual pension cost of \$448,709 was equal to the County's required and actual contributions. The required contribution was determined as part of the December 31, 2003 actuarial valuation using the entry age actuarial cost method. The actuarial assumptions included (a) 7.50% investment rate of return (net of administrative expenses), (b) projected salary increases of 4.00% a year, attributable to inflation, (c) additional projected salary increases ranging from 0.4% to 11.6% per year depending on age and service, attributable to seniority/merit, and (d) post-retirement benefit increases of 3% annually. The actuarial value of IMRF assets was determined using techniques that smooth the effects of short-term volatility in the market value of investments over a five-year period with a 15% corridor. The assumptions used for the 2005 actuarial valuation were based on the 2002-2004 experience study.

**TREND INFORMATION**

| <b><u>Actuarial<br/>Valuation<br/>Date</u></b> | <b><u>Annual<br/>Pension<br/>Cost (APC)</u></b> | <b><u>Percentage<br/>of APC<br/>Contributed</u></b> | <b><u>Net<br/>Pension<br/>Obligation</u></b> |
|--|---|---|--|
| 12/31/05                                       | \$ 448,709                                      | 100%  | \$ -   |
| 12/31/04                                       | 384,211   | 100%  | -  |
| 12/31/03                                       | 259,031   | 100%  | -  |

**Digest of Changes**

**Assumptions**

The actuarial assumptions used to determine the actuarial accrued liability for 2005 are based on the 2002-2004 Experience Study. The principal changes were:

- The 1994 Group Annuity Mortality implemented
- For Regular members, fewer normal and early retirements are expected to occur

**VERMILION COUNTY, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS**  
**November 30, 2006**

**NOTE 7 - ILLINOIS MUNICIPAL RETIREMENT FUND (CONTINUED)**

**Defined Benefit Pension Plan – Sheriff's Law Enforcement Personnel**

**Plan Description**

The County's (Employer) 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 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 financial report that includes financial statements and required supplementary information. The report may be obtained at [www.imrf.org/pubs\\_homepage.htm](http://www.imrf.org/pubs_homepage.htm) or by writing to Illinois Municipal Retirement Fund, 2211 York Road, Suite 500, Oakbrook, Illinois 60523.

Employees participating in IMRF are required to contribute 6.50 percent of their annual covered salary. The member rate is established by state statute. The County is required to contribute at an actuarially determined rate. The County's rate for calendar year 2005 was 13.47 percent of payroll. The County's contribution requirements are established and may be amended by the IMRF Board of Trustees. IMRF's unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on a closed basis (overfunded liability amortized on open basis). The amortization period at December 31, 2005 was 27 years.

For December 31, 2005, the County's annual pension cost of \$206,914 was equal to the County's required and actual contributions. The required contribution was determined as part of the December 31, 2003 actuarial valuation using the entry age actuarial cost method. The actuarial assumptions included (a) 7.50% investment rate of return (net of administrative expenses), (b) projected salary increases of 4.00% a year, attributable to inflation, (c) additional projected salary increases ranging from 0.4% to 11.6% per year depending on age and service, attributable to seniority/merit, and (d) post-retirement benefit increases of 3% annually. The actuarial value of IMRF assets was determined using techniques that smooth the effects of short-term volatility in the market value of investments over a five-year period with a 15% corridor. The assumptions used for the 2005 actuarial valuation were based on the 2002-2004 experience study.

**TREND INFORMATION**

| <b>Actuarial<br/>Valuation<br/>Date</b> | <b>Annual<br/>Pension<br/>Cost (APC)</b> | <b>Percentage<br/>of APC<br/>Contributed</b> | <b>Net<br/>Pension<br/>Obligation</b> |
|---|--|--|---------------------------------------|
| 12/31/05                                | \$ 206,914                               | 100%   | \$ -                                  |
| 12/31/04                                | 221,347                                  | 100%   | -                                     |
| 12/31/03                                | 170,306                                  | 100%   | -                                     |



**VERMILION COUNTY, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS**  
**November 30, 2006**

**NOTE 7 - ILLINOIS MUNICIPAL RETIREMENT FUND (CONTINUED)**

**Defined Benefit Pension Plan – Sheriff's Law Enforcement Personnel (continued)**

**Digest of Changes**

**Assumptions**

The actuarial assumptions used to determine the actuarial accrued liability for 2005 are based on the 2002-2004 Experience Study. The principal changes were:

- Fewer members are expected to take refunds early in their career
- For Regular members, fewer normal and early retirements are expected to occur

**Defined Benefit Pension Plan – Elected County Officials**

**Plan Description**

The County's (Employer) defined benefit pension plan, Illinois Municipal Retirement (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 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 financial report that includes financial statements and required supplementary information. The report may be obtained at [www.imrf.org/pubs\\_homepage.htm](http://www.imrf.org/pubs_homepage.htm) or by writing to Illinois Municipal Retirement Fund, 2211 York Road, Suite 500, Oakbrook, Illinois 60523.

Employees participating in IMRF are required to contribute 7.50 percent of their annual covered salary. The member rate is established by state statute. The County is required to contribute at an actuarially determined rate. The County's rate for calendar year 2005 was 45.78 percent of payroll. The County's contribution requirements are established and may be amended by the IMRF Board of Trustees. IMRF's unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on a closed basis (overfunded liability amortized on open basis). The amortization period at December 31, 2005 was 27 years.

For December 31, 2005, the County's annual pension cost of \$343,842 was equal to the County's required and actual contributions. The required contribution was determined as part of the December 31, 2003 actuarial valuation using the entry age actuarial cost method. The actuarial assumptions included (a) 7.50% investment rate of return (net of administrative expenses), (b) projected salary increases of 4.00% a year, attributable to inflation, (c) additional projected salary increases ranging from 0.4% to 11.6% per year depending on age and service, attributable to seniority/merit, and (d) post-retirement benefit increases of 3% annually. The actuarial value of IMRF assets was determined using techniques that smooth the effects of short-term volatility in the market value of investments over a five-year period with a 15% corridor. The assumptions used for the 2005 actuarial valuation were based on the 2002-2004 experience study.

**VERMILION COUNTY, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS**  
**November 30, 2006**

**NOTE 7 – ILLINOIS MUNICIPAL RETIREMENT FUND (CONTINUED)**

**Defined Benefit Pension Plan – Elected County Officials (Continued)**

**TREND INFORMATION**

| <b>Actuarial<br/>Valuation<br/>Date</b> | <b>Annual<br/>Pension<br/>Cost (APC)</b> | <b>Percentage<br/>of APC<br/>Contributed</b> | <b>Net<br/>Pension<br/>Obligation</b> |
|---|--|--|---------------------------------------|
| 12/31/05                                | \$ 343,842                               | 100%   | \$ -                                  |
| 12/31/04                                | 200,173                                  | 100%   | -                                     |
| 12/31/03                                | 315,163                                  | 100%   | -                                     |

**Digest of Changes**

**Assumptions**

The actuarial assumptions used to determine the actuarial accrued liability for 2005 are based on the 2002-2004 Experience Study. The principal changes were:

- The 1994 Group Annuity Mortality implemented
- For Regular members, fewer normal and early retirements are expected to occur

**NOTE 8 - STATE AND FEDERALLY ASSISTED PROGRAMS**

The County participates in a number of state and federally assisted programs. Federal programs are audited in accordance with the Single Audit Act and have not resulted in any disallowed costs. However, grantor agencies may provide for further examinations. Based on prior experience, the County believes further examinations would not result in any material disallowed costs.

**NOTE 9 - STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY**

**Expenditures Over Budget**

The following individual fund incurred expenditures in excess of appropriations:

Township Bridge

**Deficit Fund Balance**

The following individual funds maintained deficit fund balances as of November 30, 2006:

|                |           |
|----------------|-----------|
| Court Security | \$ 15,899 |
| Law Library    | 4,816     |

**VERMILION COUNTY, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS**  
November 30, 2006

**NOTE 10 - SEGMENT INFORMATION FOR ENTERPRISE FUNDS**

The County maintains three Enterprise Funds. The Nursing Home and County Farm provide nursing home care and land utilization services. The Solid Waste Management Fund provides management services for the County's solid waste issues. Segment information for the year ended November 30, 2006 is as follows:

|                                  | <b>Vermilion<br/>Manor<br/>Nursing<br/>Home</b> | <b>Vermilion<br/>County<br/>Farm</b> | <b>Solid Waste<br/>Management</b> | <b>Total</b> |
|----------------------------------|---|--------------------------------------|-----------------------------------|--------------|
| Operating revenues               | \$ 6,304,510                                    | \$ 48,124                            | \$ 359,002                        | \$ 6,711,636 |
| Depreciation                     | 205,996   | -                                    | 6,446                             | 212,442      |
| Operating income (loss)          | (1,623,707)                                     | 13,431                               | (85,637)                          | (1,695,913)  |
| Operating transfers in (out)     | -   | -                                    | (39,003)                          | (39,003)     |
| Property and equipment additions | 16,757  | -                                    | -                                 | 16,757       |
| Change in net assets             | (951,101)                                       | 13,431                               | (119,676)                         | (1,057,346)  |
| Net working capital              | (790,808)                                       | 71,759                               | 171,860                           | (547,189)    |
| Total assets                     | 4,092,467                                       | 72,759                               | 244,490                           | 4,409,716    |
| Total equity                     | 764,827   | 72,759                               | 191,492                           | 1,029,078    |

**FIXED ASSETS**

**Nursing Home**

|                               | <b>Balance<br/>December 1,<br/>2005</b> | <b>Additions</b>           | <b>Disposals</b>   | <b>Balance<br/>November 30,<br/>2006</b> |
|-------------------------------|---|----------------------------|--------------------|--|
| Buildings                     | \$5,572,471                             | \$ -                       | \$ -               | \$5,572,471                              |
| Transportation equipment      | 66,067                                  | -                          | -                  | 66,067                                   |
| Other equipment               | <u>1,098,192</u>                        | <u>16,757</u>              | <u>-</u>           | <u>1,114,949</u>                         |
|                               | 6,736,730                               | 16,757                     | -                  | 6,753,487                                |
| Less accumulated depreciation | <u>(4,991,856)</u>                      | <u>(205,996)</u>           | <u>-</u>           | <u>(5,197,852)</u>                       |
| <b>Total</b>                  | <b><u>\$1,744,874</u></b>               | <b><u>\$ (189,239)</u></b> | <b><u>\$ -</u></b> | <b><u>\$ 1,555,635</u></b>               |

**County Farm**

|      | <b>Balance<br/>December 1,<br/>2005</b> | <b>Additions</b> | <b>Disposals</b> | <b>Balance<br/>November 30,<br/>2006</b> |
|------|---|------------------|------------------|--|
| Land | <u>\$ 1,000</u>                         | <u>\$ -</u>      | <u>\$ -</u>      | <u>\$ 1,000</u>                          |

**VERMILION COUNTY, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS**  
November 30, 2006

**NOTE 10 - SEGMENT INFORMATION FOR ENTERPRISE FUNDS (CONTINUED)**

**Solid Waste Management**

|                               | <b>Balance<br/>December 1,<br/><u>2005</u></b> | <b><u>Additions</u></b> | <b><u>Disposals</u></b> | <b>Balance<br/>November 30,<br/><u>2006</u></b> |
|-------------------------------|--|-------------------------|-------------------------|---|
| Buildings                     | \$ 19,000                                      | \$ -                    | \$ -                    | \$ 19,000                                       |
| Recycling equipment           | 96,610   | -                       | -                       | 96,610  |
| Other equipment               | <u>30,882</u>                                  | <u>-</u>                | <u>-</u>                | <u>30,882</u>                                   |
|                               | 146,492  | -                       | -                       | 146,492   |
| Less accumulated depreciation | (120,414)                                      | (6,446)                 | -                       | (126,860)                                       |
| <b>Total</b>                  | <u>\$ 26,078</u>                               | <u>\$ (6,446)</u>       | <u>\$ -</u>             | <u>\$ 19,632</u>                                |

The Nursing Home Fund and the Solid Waste Management Fund are budgeted as part of the County's normal budget process.

**NOTE 11 - JOINT VENTURES**

The following disclosures are required for Vermilion County's joint ventures.

**Danville Public Building Commission**

The Danville Public Building Commission was organized under the provisions of the "Public Building Commission Act of the State of Illinois" to enable the erecting, equipping and providing of modern public buildings to space and house the various branches, departments and agencies of government in the County Seat of Vermilion County, Illinois.

The officials of the Danville Public Building Commission are appointed by the City of Danville, Danville Sanitary District, Danville School District #118 and Vermilion County.

Through the appointment of one commission official, the County has indirect control over the Commission's budgeting and financing. However, all capital improvement projects financed by the Commission must be approved by the City of Danville, Vermilion County and the Public Safety Building Commission.

**Vermilion County Emergency Telephone System Board**

The Vermilion County Emergency Telephone System Board was established under an intergovernmental agreement between the County, the City of Danville, and the City of Hoopeston. This agreement was pursuant to the State of Illinois enacting the Emergency Telephone System Act, Chapter 134, Section 31 - 46 of the Illinois Revised Statutes. The Vermilion County Emergency Telephone System Board is a joint board established specifically for the purpose of providing and maintaining emergency telephone systems.

Vermilion County provides bookkeeping and investing services at no cost to the Emergency Telephone System Board.

**VERMILION COUNTY, ILLINOIS**  
**NOTES TO FINANCIAL STATEMENTS**  
**November 30, 2006**

**NOTE 12 - SELF-FUNDED INSURANCE**

The County is self-funded for workers' compensation insurance coverage which is accounted for in a separate internal service fund (Liability Insurance Fund). The coverage is administered by an independent company. The County's risk retention is \$400,000 per individual per claim up to \$2,000,000 in aggregate over a one-year period. Actual claims paid in fiscal year 2006 were \$551,953.

GASB Statement 10 requires that a liability for claims be reported if the liability is both probable and can be reasonably estimated. The liabilities for unpaid claims are determined by the independent plan administrator. The estimated claims payable for claims reported at November 30, 2006 was \$219,322. The liability for claims incurred but not reported was estimated to range between \$247,805 and \$308,293. Based on this range, the County reflected a total liability for unpaid claims in the accompanying financial statements of \$507,000.

Changes in the balances of claims liabilities during fiscal year 2006 were as follows:

| <b>Estimated<br/>Liability<br/>December 1,<br/><u>2005</u></b> | <b>Incurred<br/>and<br/><u>Estimated Claims</u></b> | <b>Claim<br/><u>Payments</u></b> | <b>Estimated<br/>Liability<br/>November 30,<br/><u>2006</u></b> |
|--|---|----------------------------------|---|
| \$ 870,000   | \$ 188,953  | \$ 551,953                       | \$ 507,000  |
| <b>Estimated<br/>Liability<br/>December 1,<br/><u>2004</u></b> | <b>Incurred<br/>and<br/><u>Estimated Claims</u></b> | <b>Claim<br/><u>Payments</u></b> | <b>Estimated<br/>Liability<br/>November 30,<br/><u>2005</u></b> |
| \$ 575,000   | \$ 545,208  | \$ 250,208                       | \$ 870,000  |

The County's health and liability insurance risks are covered with a commercial carrier.

The County uses the reimbursement method in processing unemployment claims.

The County had no claims exceeding their coverage limits on their other insurance coverage.

This information is an integral part of the accompanying financial statements.

## **REQUIRED SUPPLEMENTAL INFORMATION**

VERMILION COUNTY, ILLINOIS  
STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
GENERAL FUND  
Year Ended November 30, 2006

|                                    | Original<br>Budget | Final<br>Budget | Actual       | Variance with<br>Final Budget<br>Favorable<br>(Unfavorable) |
|------------------------------------|--------------------|-----------------|--------------|---|
| <b>REVENUES</b>                    |                    |                 |              |   |
| Taxes                              | \$ 1,334,643       | \$ 1,334,643    | \$ 1,342,992 | \$ 8,349  |
| Intergovernmental                  | 6,445,665          | 6,527,535       | 7,297,188    | 769,653   |
| Licenses and permits               | 22,000             | 22,000          | 21,450       | (550)   |
| Charges for services               | 1,914,000          | 1,919,600       | 1,902,996    | (16,604)  |
| Fines and forfeits                 | 350,000            | 350,000         | 379,898      | 29,898  |
| Miscellaneous                      | 671,700            | 671,500         | 992,871      | 321,371   |
| Total revenues                     | 10,738,008         | 10,825,278      | 11,937,395   | 1,112,117   |
| <b>EXPENDITURES</b>                |                    |                 |              |   |
| <b>Current:</b>                    |                    |                 |              |   |
| <b>General Government</b>          |                    |                 |              |   |
| County Board                       | 275,339            | 276,989         | 263,542      | 13,447  |
| County Auditor                     | 74,998             | 74,998          | 74,986       | 12  |
| Data Processing                    | 229,763            | 229,763         | 226,192      | 3,571   |
| County Treasurer                   | 188,550            | 188,550         | 181,599      | 6,951   |
| Non-Department Services            | 510,941            | 434,533         | 372,414      | 62,119  |
| Capital Outlay                     | 262,200            | 471,500         | 449,347      | 22,153  |
| Merit Commission                   | 12,884             | 12,884          | 11,834       | 1,050   |
| Regional Superintendent of Schools | 90,984             | 90,984          | 88,754       | 2,230   |
| County Clerk                       | 725,252            | 783,178         | 774,225      | 8,953   |
| County Recorder                    | 135,844            | 135,844         | 133,848      | 1,996   |
| Other                              | 767,514            | 767,514         | 558,482      | 209,032   |
| Election Commission                | 392,163            | 392,163         | 347,252      | 44,911  |
| Board of Review                    | 51,250             | 51,250          | 50,280       | 970   |
| Supervisor of Assessments          | 263,704            | 263,704         | 250,947      | 12,757  |
| Buildings and Grounds              | 547,926            | 592,326         | 551,058      | 41,268  |
| Total General Government           | 4,529,312          | 4,766,180       | 4,334,760    | 431,420   |
| <b>Judiciary and Court Related</b> |                    |                 |              |   |
| Circuit Clerk                      | 458,503            | 460,003         | 454,688      | 5,315   |
| States Attorney                    | 871,847            | 902,265         | 893,080      | 9,185   |
| Probation                          | 925,476            | 925,476         | 925,461      | 15  |
| Judiciary and Rules                | 403,034            | 403,034         | 373,053      | 29,981  |
| Collection Program                 | 31,589             | 32,027          | 32,027       | -   |
| Public Defender                    | 319,284            | 350,021         | 350,133      | (112)   |
| Total Judiciary and Court Related  | 3,009,733          | 3,072,826       | 3,028,442    | 44,384  |
| <b>Public Safety</b>               |                    |                 |              |   |
| Sheriff                            | 1,898,496          | 2,137,992       | 2,078,114    | 59,878  |
| Juvenile Detention Center          | 1,229,503          | 1,256,876       | 1,214,890    | 41,986  |
| Emergency Services Disaster Agency | 421,600            | 465,994         | 264,096      | 201,898   |
| Coroner                            | 143,260            | 143,260         | 135,438      | 7,822   |
| Total Public Safety                | 3,692,859          | 4,004,122       | 3,692,538    | 311,584   |

VERMILION COUNTY, ILLINOIS  
STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
GENERAL FUND  
Year Ended November 30, 2006

|  | <u>Original<br/>Budget</u> | <u>Final<br/>Budget</u> | <u>Actual</u>       | <u>Variance with<br/>Final Budget<br/>Favorable<br/>(Unfavorable)</u> |
|--|----------------------------|-------------------------|---------------------|---|
| Total expenditures   | \$ 11,231,904              | \$ 11,843,128           | \$ 11,055,740       | \$ 787,388  |
| Excess (deficiency) of revenues<br>over expenditures                                       | <u>(493,896)</u>           | <u>(1,017,850)</u>      | <u>881,655</u>      | <u>1,899,505</u>  |
| <b>OTHER FINANCING SOURCES (USES)</b>  |                            |                         |                     |   |
| Operating transfers in   | 334,875                    | 234,875                 | 438,824             | 203,949   |
| Operating transfers out  | <u>(77,829)</u>            | <u>(77,829)</u>         | <u>(166,037)</u>    | <u>(88,208)</u>   |
| Total other financing sources  | <u>257,046</u>             | <u>157,046</u>          | <u>272,787</u>      | <u>115,741</u>  |
| Excess (deficiency) of revenues over<br>expenditures and other financing<br>sources (uses) | <u>\$ (236,850)</u>        | <u>\$ (860,804)</u>     | <u>1,154,442</u>    | <u>\$ 2,015,246</u>   |
| <b>FUND BALANCE, BEGINNING OF YEAR</b>   |                            |                         | <u>6,961,557</u>    |   |
| <b>FUND BALANCE, END OF YEAR</b>   |                            |                         | <u>\$ 8,115,999</u> |   |



**VERMILION COUNTY, ILLINOIS**  
**STATEMENT OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**MAJOR FUND - SPECIAL REVENUE - HEALTH DEPARTMENT**  
**Year Ended November 30, 2006**

|  | <u>Original<br/>Budget</u> | <u>Final<br/>Budget</u> | <u>Actual</u>     | <u>Variance with<br/>Final Budget<br/>Favorable<br/>(Unfavorable)</u> |
|--|----------------------------|-------------------------|-------------------|---|
| <b>REVENUES</b>  |                            |                         |                   |   |
| Taxes  | \$ 180,529                 | \$ 180,529              | \$ 180,885        | \$ 356  |
| Intergovernmental  | 2,417,437                  | 2,417,437               | 2,561,143         | 143,706   |
| Charges for services   | 348,056                    | 348,056                 | 232,294           | (115,762)   |
| Miscellaneous  | <u>-</u>                   | <u>-</u>                | <u>6,031</u>      | <u>6,031</u>  |
| Total revenues   | 2,946,022                  | 2,946,022               | 2,980,353         | 34,331  |
| <b>EXPENDITURES</b>  |                            |                         |                   |   |
| Current:   |                            |                         |                   |   |
| Public health  | <u>3,023,513</u>           | <u>3,023,513</u>        | <u>2,837,604</u>  | <u>185,909</u>  |
| Excess (deficiency) of revenues<br>over expenditures                                       | <u>(77,491)</u>            | <u>(77,491)</u>         | <u>142,749</u>    | <u>220,240</u>  |
| <b>OTHER FINANCING SOURCES (USES)</b>  |                            |                         |                   |   |
| Operating transfers in   | 121,350                    | 121,350                 | 60,000            | (61,350)  |
| Operating transfers out  | <u>(45,000)</u>            | <u>(45,000)</u>         | <u>(20,997)</u>   | <u>24,003</u>   |
| Total other financing sources  | <u>76,350</u>              | <u>76,350</u>           | <u>39,003</u>     | <u>(37,347)</u>   |
| Excess (deficiency) of revenues over<br>expenditures and other financing<br>sources (uses) | <u>\$ (1,141)</u>          | <u>\$ (1,141)</u>       | <u>181,752</u>    | <u>\$ 182,893</u>   |
| <b>FUND BALANCE, BEGINNING OF YEAR</b>   |                            |                         | <u>437,977</u>    |   |
| <b>FUND BALANCE, END OF YEAR</b>   |                            |                         | <u>\$ 619,729</u> |   |

**VERMILION COUNTY, ILLINOIS**  
**STATEMENT OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**MAJOR FUND - SPECIAL REVENUE FUND - PUBLIC SAFETY BUILDING RENT**  
**Year Ended November 30, 2006**

|  | <u>Original<br/>Budget</u> | <u>Final<br/>Budget</u> | <u>Actual</u>       | <u>Variance with<br/>Final Budget<br/>Favorable<br/>(Unfavorable)</u> |
|--|----------------------------|-------------------------|---------------------|---|
| <b>REVENUES</b>  |                            |                         |                     |   |
| Taxes  | \$ 4,163,285               | \$ 4,163,285            | \$ 4,052,489        | \$ (110,796)  |
| Intergovernmental  | 2,464,600                  | 2,464,600               | 2,484,970           | 20,370  |
| Miscellaneous  | <u>4,000</u>               | <u>4,000</u>            | <u>61,056</u>       | <u>57,056</u>   |
| Total revenues   | 6,631,885                  | 6,631,885               | 6,598,515           | (33,370)  |
| <b>EXPENDITURES</b>  |                            |                         |                     |   |
| <b>Current:</b>  |                            |                         |                     |   |
| Public safety  | <u>6,382,614</u>           | <u>6,445,114</u>        | <u>6,245,718</u>    | <u>199,396</u>  |
| Excess of revenues<br>over expenditures                                | 249,271                    | 186,771                 | 352,797             | 166,026   |
| <b>OTHER FINANCING SOURCES</b>   |                            |                         |                     |   |
| Operating transfers in   | <u>165,000</u>             | <u>165,000</u>          | <u>500,000</u>      | <u>335,000</u>  |
| Excess of revenues over<br>expenditures and other financing<br>sources | <u>\$ 414,271</u>          | <u>\$ 351,771</u>       | 852,797             | <u>\$ 501,026</u>   |
| <b>FUND BALANCE, BEGINNING OF YEAR</b>                                 |                            |                         | <u>4,477,740</u>    |   |
| <b>FUND BALANCE, END OF YEAR</b>                                       |                            |                         | <u>\$ 5,330,537</u> |   |

VERMILION COUNTY, ILLINOIS  
STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
MAJOR FUND - SPECIAL REVENUE - COUNTY MOTOR FUEL TAX  
Year Ended November 30, 2006

|  | <u>Original<br/>Budget</u> | <u>Final<br/>Budget</u> | <u>Actual</u>       | <u>Variance with<br/>Final Budget<br/>Favorable<br/>(Unfavorable)</u> |
|--|----------------------------|-------------------------|---------------------|---|
| <b>REVENUES</b>                                      |                            |                         |                     |   |
| Intergovernmental                                    | \$ 4,840,000               | \$ 4,840,000            | \$ 1,494,291        | \$ (3,345,709)  |
| Miscellaneous  | <u>30,000</u>              | <u>30,000</u>           | <u>218,310</u>      | <u>188,310</u>  |
| Total revenues                                       | 4,870,000                  | 4,870,000               | 1,712,601           | (3,157,399)   |
| <b>EXPENDITURES</b>                                  |                            |                         |                     |   |
| Current:   |                            |                         |                     |   |
| Transportation                                       | <u>4,870,000</u>           | <u>4,935,000</u>        | <u>4,400,226</u>    | <u>534,774</u>  |
| Excess (deficiency) of revenues<br>over expenditures | <u>\$ -</u>                | <u>\$ (65,000)</u>      | <u>(2,687,625)</u>  | <u>\$ (2,622,625)</u>   |
| <b>FUND BALANCE, BEGINNING OF YEAR</b>               |                            |                         | <u>5,757,247</u>    |   |
| <b>FUND BALANCE, END OF YEAR</b>                     |                            |                         | <u>\$ 3,069,622</u> |   |

**VERMILION COUNTY, ILLINOIS**  
**REQUIRED SUPPLEMENTARY INFORMATION**  
**SCHEDULES OF FUNDING PROGRESS**  
Year Ended November 30, 2006

(Unaudited)

**ILLINOIS MUNICIPAL RETIREMENT FUND**  
**QUALIFIED VERMILION COUNTY EMPLOYEES**

| <b>Actuarial<br/>Valuation<br/>Date</b> | <b>Actuarial<br/>Value of<br/>Assets<br/>(a)</b> | <b>Actuarial<br/>Accrued<br/>Liability (AAL)<br/>Entry Age<br/>(b)</b> | <b>Unfunded<br/>AAL<br/>(UAAAL)<br/>(b-a)</b> | <b>Funded<br/>Ratio<br/>(a/b)</b> | <b>Covered<br/>Payroll<br/>(c)</b> | <b>UAAAL as a<br/>Percentage of<br/>Covered<br/>Payroll<br/>((b-a)/c)</b> |
|---|--|--|---|-----------------------------------|------------------------------------|---|
| 12/31/05                                | \$ 27,308,986                                    | \$ 26,447,269  | \$ (861,717)                                  | 103.26%                           | \$ 14,956,951                      | 0.00%   |
| 12/31/04                                | 25,923,645                                       | 25,508,229   | (415,416)                                     | 101.63%                           | 15,368,459                         | 0.00%   |
| 12/31/03                                | 25,050,147                                       | 22,338,560   | (2,711,587)                                   | 112.14%                           | 14,471,036                         | 0.00%   |

On a market value basis, the actuarial value of assets as of December 31, 2005 is \$27,664,399. On a market basis, the funded ratio would be 104.60%.

**ILLINOIS MUNICIPAL RETIREMENT FUND**  
**SHERIFF'S LAW ENFORCEMENT PERSONNEL**

| <b>Actuarial<br/>Valuation<br/>Date</b> | <b>Actuarial<br/>Value of<br/>Assets<br/>(a)</b> | <b>Actuarial<br/>Accrued<br/>Liability (AAL)<br/>Entry Age<br/>(b)</b> | <b>Unfunded<br/>AAL<br/>(UAAAL)<br/>(b-a)</b> | <b>Funded<br/>Ratio<br/>(a/b)</b> | <b>Covered<br/>Payroll<br/>(c)</b> | <b>UAAAL as a<br/>Percentage of<br/>Covered<br/>Payroll<br/>((b-a)/c)</b> |
|---|--|--|---|-----------------------------------|------------------------------------|---|
| 12/31/05                                | \$ 6,029,518                                     | \$ 6,386,954   | \$ 357,436                                    | 94.40%                            | \$ 1,488,576                       | 24.01%  |
| 12/31/04                                | 5,716,584  | 5,982,066  | 265,482                                       | 95.56%                            | 1,567,612                          | 16.94%  |
| 12/31/03                                | 5,876,807  | 5,890,439  | 13,632  | 99.77%                            | 1,519,231                          | .90%  |

On a market value basis, the actuarial value of assets as of December 31, 2005 is \$6,106,475. On a market basis, the funded ratio would be 95.61%.

**VERMILION COUNTY, ILLINOIS**  
**REQUIRED SUPPLEMENTARY INFORMATION**  
**SCHEDULES OF FUNDING PROGRESS**  
Year Ended November 30, 2006

(Unaudited)

**ILLINOIS MUNICIPAL RETIREMENT FUND**  
**ELECTED COUNTY OFFICIALS**

| <u>Actuarial<br/>Valuation<br/>Date</u> | <u>Actuarial<br/>Value of<br/>Assets</u><br><u>(a)</u> | <u>Actuarial<br/>Accrued<br/>Liability (AAL)<br/>Entry Age</u><br><u>(b)</u> | <u>Unfunded<br/>AAL<br/>(UAAL)</u><br><u>(b-a)</u> | <u>Funded<br/>Ratio</u><br><u>(a/b)</u> | <u>Covered<br/>Payroll</u><br><u>(c)</u> | <u>UAAL as a<br/>Percentage of<br/>Covered<br/>Payroll</u><br><u>((b-a)/c)</u> |
|---|--|--|--|---|--|--|
| 12/31/05                                | \$ 936,440   | \$ 4,288,416   | \$ 3,351,976                                       | 21.84%                                  | \$ 733,681                               | 456.87%  |
| 12/31/04                                | 636,841  | 4,311,769  | 3,674,928  | 14.77%                                  | 448,525                                  | 819.34%  |
| 12/31/03                                | 284,935  | 3,857,296  | 3,572,361  | 7.39%                                   | 721,362                                  | 495.22%  |

On a market value basis, the actuarial value of assets as of December 31, 2005 is \$959,393. On a market basis, the funded ratio would be 22.37%.

**VERMILION COUNTY, ILLINOIS**  
**NOTES TO REQUIRED SUPPLEMENTAL INFORMATION**  
**November 30, 2006**

**Basis of Accounting** – The County's budget is prepared on the modified accrual basis for all budgeted funds as presented in the Required Supplemental Information.

## **OTHER SUPPLEMENTAL INFORMATION**

VERMILION COUNTY, ILLINOIS  
COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS  
November 30, 2006

|   | <u>Mental<br/>Health<br/>Board</u> | <u>Animal<br/>Control</u> | <u>Trans-<br/>portation</u> | <u>Indemnity</u>  | <u>County Clerk<br/>Vital Records</u> |
|---|------------------------------------|---------------------------|-----------------------------|-------------------|---------------------------------------|
| Cash  | \$ 280,529                         | \$ 101,748                | \$ 147,320                  | \$ 94             | \$ 33,186                             |
| Temporary investments                                   | 200,000                            | -                         | 1,350,000                   | 138,000           | -                                     |
| Receivables:  |                                    |                           |                             |                   |                                       |
| Taxes, net of allowance for<br>estimated uncollectibles | 725,581                            | -                         | 663,300                     | -                 | -                                     |
| Other   | 845                                | -                         | 9,291                       | -                 | -                                     |
| Prepaid items   | -                                  | -                         | -                           | -                 | -                                     |
| Due from other funds                                    | -                                  | -                         | -                           | 21,040            | 1,004                                 |
| Due from other governments                              | -                                  | -                         | -                           | -                 | -                                     |
| <b>TOTAL ASSETS</b>                                     | <u>\$ 1,206,955</u>                | <u>\$ 101,748</u>         | <u>\$ 2,169,911</u>         | <u>\$ 159,134</u> | <u>\$ 34,190</u>                      |
| <b>LIABILITIES</b>                                      |                                    |                           |                             |                   |                                       |
| Accounts payable  | \$ 2,676                           | \$ 27,896                 | \$ 21,037                   | \$ -              | \$ -                                  |
| Accrued payroll   | 5,038                              | 17,856                    | 87,681                      | -                 | -                                     |
| Due to other funds                                      | -                                  | -                         | -                           | -                 | -                                     |
| Due to other governments                                | -                                  | -                         | -                           | -                 | -                                     |
| Deferred revenue  | <u>725,581</u>                     | <u>-</u>                  | <u>663,300</u>              | <u>-</u>          | <u>-</u>                              |
| Total liabilities                                       | 733,295                            | 45,752                    | 772,018                     | -                 | -                                     |
| <b>FUND BALANCE (DEFICIT)</b>                           | <u>473,660</u>                     | <u>55,996</u>             | <u>1,397,893</u>            | <u>159,134</u>    | <u>34,190</u>                         |
| <b>TOTAL LIABILITIES AND<br/>FUND BALANCE</b>           | <u>\$ 1,206,955</u>                | <u>\$ 101,748</u>         | <u>\$ 2,169,911</u>         | <u>\$ 159,134</u> | <u>\$ 34,190</u>                      |



VERMILION COUNTY, ILLINOIS  
COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS  
November 30, 2006

|   | <u>FICA</u>         | <u>Illinois<br/>Municipal<br/>Retirement</u> | <u>North Fork<br/>Special<br/>Service Area 1</u> | <u>North Fork<br/>Special<br/>Service Area 2</u> | <u>North Fork<br/>Special<br/>Service Area 3</u> |
|---|---------------------|--|--|--|--|
| Cash  | \$ 215,810          | \$ 146,680                                   | \$ 40,874  | \$ 18,194  | \$ 5,835   |
| Temporary investments                                   | 300,000             | 500,000                                      | 30,000   | -  | -  |
| Receivables:  |                     |  |  |  |  |
| Taxes, net of allowance for<br>estimated uncollectibles | 767,250             | 1,584,000                                    | 40,986   | 15,444   | 2,970  |
| Other   | 1,262               | 2,105  | 127  | -  | -  |
| Prepaid items   | -                   | -  | -  | -  | -  |
| Due from other funds                                    | 667,286             | 296,306                                      | -  | -  | -  |
| Due from other governments                              | -                   | -  | -  | -  | -  |
| <b>TOTAL ASSETS</b>                                     | <u>\$ 1,951,608</u> | <u>\$ 2,529,091</u>                          | <u>\$ 111,987</u>                                | <u>\$ 33,638</u>                                 | <u>\$ 8,805</u>                                  |
| <b>LIABILITIES</b>                                      |                     |  |  |  |  |
| Accounts payable  | \$ 140,187          | \$ 144,971                                   | \$ 753   | \$ 287   | \$ 55  |
| Accrued payroll   | -                   | -  | -  | -  | -  |
| Due to other funds                                      | -                   | -  | -  | -  | -  |
| Due to other governments                                | -                   | -  | -  | -  | -  |
| Deferred revenue  | 767,250             | 1,584,000                                    | 40,986   | 15,444   | 2,970  |
| Total liabilities                                       | 907,437             | 1,728,971                                    | 41,739   | 15,731   | 3,025  |
| <b>FUND BALANCE (DEFICIT)</b>                           | <u>1,044,171</u>    | <u>800,120</u>                               | <u>70,248</u>                                    | <u>17,907</u>                                    | <u>5,780</u>                                     |
| <b>TOTAL LIABILITIES AND<br/>FUND BALANCE</b>           | <u>\$ 1,951,608</u> | <u>\$ 2,529,091</u>                          | <u>\$ 111,987</u>                                | <u>\$ 33,638</u>                                 | <u>\$ 8,805</u>                                  |

VERMILION COUNTY, ILLINOIS  
COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS  
November 30, 2006

|   | <u>Court<br/>Support</u> | <u>County<br/>Bridge</u> | <u>Court<br/>Document<br/>Storage</u> | <u>Court<br/>Automation</u> | <u>Court<br/>Security</u> |
|---|--------------------------|--------------------------|---------------------------------------|-----------------------------|---------------------------|
| Cash  | \$ 232,108               | \$ 489,812               | \$ 128,438                            | \$ 172,083                  | \$ -                      |
| Temporary investments                                   | -                        | 1,200,000                | -                                     | -                           | -                         |
| Receivables:  |                          |                          |                                       |                             |                           |
| Taxes, net of allowance for<br>estimated uncollectibles | -                        | 262,350                  | -                                     | -                           | -                         |
| Other   | -                        | 15,986                   | -                                     | -                           | -                         |
| Prepaid items   | -                        | -                        | -                                     | -                           | -                         |
| Due from other funds                                    | 6,125                    | -                        | 5,100                                 | 4,493                       | -                         |
| Due from other governments                              | -                        | -                        | -                                     | -                           | -                         |
| <b>TOTAL ASSETS</b>                                     | <u>\$ 238,233</u>        | <u>\$ 1,968,148</u>      | <u>\$ 133,538</u>                     | <u>\$ 176,576</u>           | <u>\$ -</u>               |
| <b>LIABILITIES</b>                                      |                          |                          |                                       |                             |                           |
| Accounts payable  | \$ 717                   | \$ 26,033                | \$ 12,796                             | \$ 4,000                    | \$ -                      |
| Accrued payroll   | -                        | -                        | 3,660                                 | 2,601                       | 15,131                    |
| Due to other funds                                      | -                        | -                        | -                                     | -                           | 768                       |
| Due to other governments                                | -                        | -                        | -                                     | -                           | -                         |
| Deferred revenue  | -                        | 262,350                  | -                                     | -                           | -                         |
| Total liabilities                                       | 717                      | 288,383                  | 16,456                                | 6,601                       | 15,899                    |
| <b>FUND BALANCE (DEFICIT)</b>                           | <u>237,516</u>           | <u>1,679,765</u>         | <u>117,082</u>                        | <u>169,975</u>              | <u>(15,899)</u>           |
| <b>TOTAL LIABILITIES AND<br/>FUND BALANCE</b>           | <u>\$ 238,233</u>        | <u>\$ 1,968,148</u>      | <u>\$ 133,538</u>                     | <u>\$ 176,576</u>           | <u>\$ -</u>               |

VERMILION COUNTY, ILLINOIS  
COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS  
November 30, 2006

|   | Recorder's<br>Special Fee | Law<br>Library  | Township<br>Motor<br>Fuel Tax | Child<br>Support  | Probation<br>Service |
|---|---------------------------|-----------------|-------------------------------|-------------------|----------------------|
| Cash  | \$ 153,378                | \$ -            | \$ 281,078                    | \$ 137,136        | \$ 301,626           |
| Temporary investments                                   | -                         | -               | 100,000                       | -                 | -                    |
| Receivables:  |                           |                 |                               |                   |                      |
| Taxes, net of allowance for<br>estimated uncollectibles | -                         | -               | -                             | -                 | -                    |
| Other   | -                         | -               | 323                           | 53,453            | -                    |
| Prepaid items   | -                         | -               | -                             | -                 | -                    |
| Due from other funds                                    | 5,149                     | 1,995           | -                             | -                 | 14,331               |
| Due from other governments                              | -                         | -               | 157,882                       | -                 | -                    |
| <b>TOTAL ASSETS</b>                                     | <u>\$ 158,527</u>         | <u>\$ 1,995</u> | <u>\$ 539,283</u>             | <u>\$ 190,589</u> | <u>\$ 315,957</u>    |
| <b>LIABILITIES</b>                                      |                           |                 |                               |                   |                      |
| Accounts payable  | \$ 20,203                 | \$ 6,063        | \$ 38,440                     | \$ 396            | \$ 52,025            |
| Accrued payroll   | 4,169                     | -               | -                             | 1,631             | 20,850               |
| Due to other funds                                      | -                         | 748             | -                             | -                 | -                    |
| Due to other governments                                | -                         | -               | -                             | -                 | -                    |
| Deferred revenue  | -                         | -               | -                             | -                 | -                    |
| Total liabilities                                       | 24,372                    | 6,811           | 38,440                        | 2,027             | 72,875               |
| <b>FUND BALANCE (DEFICIT)</b>                           | <u>134,155</u>            | <u>(4,816)</u>  | <u>500,843</u>                | <u>188,562</u>    | <u>243,082</u>       |
| <b>TOTAL LIABILITIES AND<br/>FUND BALANCE</b>           | <u>\$ 158,527</u>         | <u>\$ 1,995</u> | <u>\$ 539,283</u>             | <u>\$ 190,589</u> | <u>\$ 315,957</u>    |

VERMILION COUNTY, ILLINOIS  
COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS  
November 30, 2006

|   | Treasurer's<br>Automation | Township<br>Bridge | Off-Track<br>Betting | VC Trustee<br>Revolving<br>Fund | Law<br>Enforcement<br>Fund |
|---|---------------------------|--------------------|----------------------|---------------------------------|----------------------------|
| Cash  | \$ 51,960                 | \$ 143,729         | \$ 416               | \$ 27,279                       | \$ 138,554                 |
| Temporary investments                                   | -                         | 200,000            | -                    | -                               | 1,449,562                  |
| Receivables:  |                           |                    |                      |                                 |                            |
| Taxes, net of allowance for<br>estimated uncollectibles | -                         | -                  | -                    | -                               | -                          |
| Other   | -                         | 894                | -                    | -                               | 6,008                      |
| Prepaid items   | -                         | -                  | -                    | -                               | 453,391                    |
| Due from other funds                                    | 10,520                    | -                  | -                    | -                               | -                          |
| Due from other governments                              | -                         | -                  | -                    | -                               | 211,303                    |
| <b>TOTAL ASSETS</b>                                     | <b>\$ 62,480</b>          | <b>\$ 344,623</b>  | <b>\$ 416</b>        | <b>\$ 27,279</b>                | <b>\$ 2,258,818</b>        |

|                          |       |            |      |        |      |
|--------------------------|-------|------------|------|--------|------|
| <b>LIABILITIES</b>       |       |            |      |        |      |
| Accounts payable         | \$ 75 | \$ 285,874 | \$ - | \$ 400 | \$ - |
| Accrued payroll          | -     | -          | -    | -      | -    |
| Due to other funds       | -     | -          | -    | 179    | -    |
| Due to other governments | -     | -          | -    | -      | -    |
| Deferred revenue         | -     | -          | -    | -      | -    |

|                               |               |               |            |               |                  |
|-------------------------------|---------------|---------------|------------|---------------|------------------|
| Total liabilities             | 75            | 285,874       | -          | 579           | -                |
| <b>FUND BALANCE (DEFICIT)</b> | <b>62,405</b> | <b>58,749</b> | <b>416</b> | <b>26,700</b> | <b>2,258,818</b> |

|   |                  |                   |               |                  |                     |
|---|------------------|-------------------|---------------|------------------|---------------------|
| <b>TOTAL LIABILITIES AND<br/>FUND BALANCE</b> | <b>\$ 62,480</b> | <b>\$ 344,623</b> | <b>\$ 416</b> | <b>\$ 27,279</b> | <b>\$ 2,258,818</b> |
|---|------------------|-------------------|---------------|------------------|---------------------|

VERMILION COUNTY, ILLINOIS  
COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS  
November 30, 2006

|   | Victim Witness<br>Attorney<br>General | Home<br>Confinement and<br>Probation | CRIS             | Multi-<br>Jurisdictional<br>Narcotics | GIS<br>Automation |
|---|---------------------------------------|--------------------------------------|------------------|---------------------------------------|-------------------|
| Cash  | \$ 7,318                              | \$ 87,520                            | \$ -             | \$ 13,715                             | \$ 52,642         |
| Temporary investments                                   | -                                     | -                                    | -                | -                                     | -                 |
| Receivables:  |                                       |                                      |                  |                                       |                   |
| Taxes, net of allowance for<br>estimated uncollectibles | -                                     | -                                    | -                | -                                     | -                 |
| Other   | -                                     | -                                    | -                | -                                     | -                 |
| Prepaid items   | -                                     | -                                    | -                | -                                     | -                 |
| Due from other funds                                    | -                                     | -                                    | -                | -                                     | -                 |
| Due from other governments                              | -                                     | -                                    | 43,256           | -                                     | -                 |
| <b>TOTAL ASSETS</b>                                     | <b>\$ 7,318</b>                       | <b>\$ 87,520</b>                     | <b>\$ 43,256</b> | <b>\$ 13,715</b>                      | <b>\$ 52,642</b>  |
| <b>LIABILITIES</b>                                      |                                       |                                      |                  |                                       |                   |
| Accounts payable  | \$ -                                  | 224                                  | \$ -             | \$ 13,647                             | \$ 26,730         |
| Accrued payroll   | 2,379                                 | -                                    | -                | -                                     | 3,678             |
| Due to other funds                                      | -                                     | -                                    | -                | -                                     | -                 |
| Due to other governments                                | -                                     | -                                    | 43,256           | -                                     | -                 |
| Deferred revenue  | -                                     | -                                    | -                | -                                     | -                 |
| Total liabilities                                       | 2,379                                 | 224                                  | 43,256           | 13,647                                | 30,408            |
| <b>FUND BALANCE (DEFICIT)</b>                           | <b>4,939</b>                          | <b>87,296</b>                        | <b>-</b>         | <b>68</b>                             | <b>22,234</b>     |
| <b>TOTAL LIABILITIES AND<br/>FUND BALANCE</b>           | <b>\$ 7,318</b>                       | <b>\$ 87,520</b>                     | <b>\$ 43,256</b> | <b>\$ 13,715</b>                      | <b>\$ 52,642</b>  |

VERMILION COUNTY, ILLINOIS  
COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS  
November 30, 2006

|   | <u>Capital<br/>Projects</u> | <u>Board of<br/>Elections</u> | <u>Working<br/>Cash</u> | <u>Reg. Supt.<br/>Direct Services</u> | <u>Total</u>         |
|---|-----------------------------|-------------------------------|-------------------------|---------------------------------------|----------------------|
| Cash  | \$ 95,899                   | \$ 15,622                     | \$ 88                   | \$ 71,343                             | \$ 3,592,014         |
| Temporary investments                                   | 700,000                     | -                             | 288,888                 | -                                     | 6,456,450            |
| Receivables:  |                             |                               |                         |                                       |                      |
| Taxes, net of allowance for<br>estimated uncollectibles | -                           | -                             | -                       | -                                     | 4,061,881            |
| Other   | 7,357                       | -                             | 2,583                   | -                                     | 100,234              |
| Prepaid items   | -                           | -                             | -                       | -                                     | 453,391              |
| Due from other funds                                    | -                           | -                             | -                       | -                                     | 1,033,349            |
| Due from other governments                              | -                           | -                             | -                       | -                                     | 412,441              |
| <b>TOTAL ASSETS</b>                                     | <u>\$ 803,256</u>           | <u>\$ 15,622</u>              | <u>\$ 291,559</u>       | <u>\$ 71,343</u>                      | <u>\$ 16,109,760</u> |
| <b>LIABILITIES</b>                                      |                             |                               |                         |                                       |                      |
| Accounts payable  | \$ 2,046                    | -                             | -                       | -                                     | \$ 827,531           |
| Accrued payroll   | -                           | -                             | -                       | -                                     | 164,674              |
| Due to other funds                                      | -                           | -                             | -                       | -                                     | 1,695                |
| Due to other governments                                | -                           | -                             | -                       | -                                     | 43,256               |
| Deferred revenue  | -                           | -                             | -                       | -                                     | 4,061,881            |
| Total liabilities                                       | 2,046                       | -                             | -                       | -                                     | 5,099,037            |
| <b>FUND BALANCE (DEFICIT)</b>                           | <u>801,210</u>              | <u>15,622</u>                 | <u>291,559</u>          | <u>71,343</u>                         | <u>11,010,723</u>    |
| <b>TOTAL LIABILITIES AND<br/>FUND BALANCE</b>           | <u>\$ 803,256</u>           | <u>\$ 15,622</u>              | <u>\$ 291,559</u>       | <u>\$ 71,343</u>                      | <u>\$ 16,109,760</u> |

VERMILION COUNTY, ILLINOIS  
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCE (DEFICIT)  
NONMAJOR GOVERNMENTAL FUNDS  
Year Ended November 30, 2006

|  | Mental<br>Health<br>Board | Animal<br>Control | Trans-<br>portation | Indemnity         | County Clerk<br>Vital Records | FICA                |
|--|---------------------------|-------------------|---------------------|-------------------|-------------------------------|---------------------|
| <b>REVENUES</b>  |                           |                   |                     |                   |                               |                     |
| Taxes  | \$ 695,678                | \$ -              | \$ 615,782          | \$ -              | \$ -                          | \$ 736,405          |
| Intergovernmental  | -                         | -                 | -                   | -                 | -                             | 530,071             |
| Licenses and permits   | -                         | 201,545           | -                   | -                 | -                             | -                   |
| Charges for services   | -                         | 150               | -                   | 34,080            | 14,542                        | -                   |
| Miscellaneous  | 3,632                     | 295               | 52,926              | 8,792             | 2,018                         | 12,163              |
|  | <u>699,310</u>            | <u>201,990</u>    | <u>668,708</u>      | <u>42,872</u>     | <u>16,560</u>                 | <u>1,278,639</u>    |
| Total revenues   |                           |                   |                     |                   |                               |                     |
| <b>EXPENDITURES</b>  |                           |                   |                     |                   |                               |                     |
| General government   | -                         | -                 | -                   | -                 | 9,624                         | 503,328             |
| Judiciary and court related  | -                         | -                 | -                   | -                 | -                             | 347,765             |
| Public safety  | -                         | 305,819           | -                   | -                 | -                             | 437,927             |
| Public health  | 698,970                   | -                 | -                   | -                 | -                             | -                   |
| Transportation   | -                         | -                 | 703,351             | -                 | -                             | -                   |
| Capital projects   | -                         | -                 | -                   | -                 | -                             | -                   |
| Debt service:  |                           |                   |                     |                   |                               |                     |
| Principal  | -                         | -                 | -                   | -                 | -                             | -                   |
| Interest   | -                         | -                 | -                   | -                 | -                             | -                   |
|  | <u>698,970</u>            | <u>305,819</u>    | <u>703,351</u>      | <u>-</u>          | <u>9,624</u>                  | <u>1,288,020</u>    |
| Total expenditures   |                           |                   |                     |                   |                               |                     |
| Excess (deficiency) of revenues<br>over expenditures                                       | 340                       | (103,829)         | (34,643)            | 42,872            | 6,936                         | (9,381)             |
| <b>OTHER FINANCING SOURCES (USES)</b>  |                           |                   |                     |                   |                               |                     |
| Operating transfers in   | -                         | 77,829            | -                   | -                 | -                             | -                   |
| Operating transfers out  | -                         | -                 | -                   | (78,503)          | -                             | -                   |
|  | <u>-</u>                  | <u>77,829</u>     | <u>-</u>            | <u>(78,503)</u>   | <u>-</u>                      | <u>-</u>            |
| Total other financing sources (uses)   |                           |                   |                     |                   |                               |                     |
| Excess (deficiency) of revenues<br>over expenditures and other<br>financing sources (uses) | 340                       | (26,000)          | (34,643)            | (35,631)          | 6,936                         | (9,381)             |
| <b>FUND BALANCE, BEGINNING OF YEAR</b>   | <u>473,320</u>            | <u>81,996</u>     | <u>1,432,536</u>    | <u>194,765</u>    | <u>27,254</u>                 | <u>1,053,552</u>    |
| <b>FUND BALANCE (DEFICIT), END OF YEAR</b>   | <u>\$ 473,660</u>         | <u>\$ 55,996</u>  | <u>\$ 1,397,893</u> | <u>\$ 159,134</u> | <u>\$ 34,190</u>              | <u>\$ 1,044,171</u> |

VERMILION COUNTY, ILLINOIS  
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCE (DEFICIT)  
NONMAJOR GOVERNMENTAL FUNDS  
Year Ended November 30, 2006

|  | Illinois<br>Municipal<br>Retirement | North Fork<br>Special<br>Service Area 1 | North Fork<br>Special<br>Service Area 2 | North Fork<br>Special<br>Service Area 3 | Court<br>Support  | County<br>Bridge    |
|--|-------------------------------------|---|---|---|-------------------|---------------------|
| <b>REVENUES</b>  |                                     |   |   |   |                   |                     |
| Taxes  | \$ 1,541,460                        | \$ 33,275                               | \$ 12,686                               | \$ 2,615                                | \$ -              | \$ 264,704          |
| Intergovernmental  | 617,596                             | -                                       | -                                       | -                                       | -                 | -                   |
| Licenses and permits   | -                                   | -                                       | -                                       | -                                       | -                 | -                   |
| Charges for services   | -                                   | -                                       | -                                       | -                                       | 78,908            | -                   |
| Miscellaneous  | 7,471                               | 3,255                                   | 829                                     | 289                                     | 7,115             | 64,901              |
| Total revenues   | <u>2,166,527</u>                    | <u>36,530</u>                           | <u>13,515</u>                           | <u>2,904</u>                            | <u>86,023</u>     | <u>329,605</u>      |
| <b>EXPENDITURES</b>  |                                     |   |   |   |                   |                     |
| General government   | 710,449                             | -                                       | -                                       | -                                       | -                 | -                   |
| Judiciary and court related  | 491,849                             | -                                       | -                                       | -                                       | 4,317             | -                   |
| Public safety  | 619,366                             | -                                       | -                                       | -                                       | -                 | -                   |
| Public health  | -                                   | 51,279                                  | 19,307                                  | 3,998                                   | -                 | -                   |
| Transportation   | -                                   | -                                       | -                                       | -                                       | -                 | 173,020             |
| Capital projects   | -                                   | -                                       | -                                       | -                                       | -                 | -                   |
| Debt service:  |                                     |   |   |   |                   |                     |
| Principal  | -                                   | -                                       | -                                       | -                                       | -                 | -                   |
| Interest   | -                                   | -                                       | -                                       | -                                       | -                 | -                   |
| Total expenditures   | <u>1,821,664</u>                    | <u>51,279</u>                           | <u>19,307</u>                           | <u>3,998</u>                            | <u>4,317</u>      | <u>173,020</u>      |
| Excess (deficiency) of revenues<br>over expenditures                                       | <u>344,863</u>                      | <u>(14,749)</u>                         | <u>(5,792)</u>                          | <u>(1,094)</u>                          | <u>81,706</u>     | <u>156,585</u>      |
| <b>OTHER FINANCING SOURCES (USES)</b>  |                                     |   |   |   |                   |                     |
| Operating transfers in   | -                                   | -                                       | -                                       | -                                       | -                 | -                   |
| Operating transfers out  | -                                   | -                                       | -                                       | -                                       | (79,767)          | -                   |
| Total other financing sources (uses)   | -                                   | -                                       | -                                       | -                                       | (79,767)          | -                   |
| Excess (deficiency) of revenues<br>over expenditures and other<br>financing sources (uses) | <u>344,863</u>                      | <u>(14,749)</u>                         | <u>(5,792)</u>                          | <u>(1,094)</u>                          | <u>1,939</u>      | <u>156,585</u>      |
| <b>FUND BALANCE, BEGINNING OF YEAR</b>   | <u>455,257</u>                      | <u>84,997</u>                           | <u>23,699</u>                           | <u>6,874</u>                            | <u>235,577</u>    | <u>1,523,180</u>    |
| <b>FUND BALANCE (DEFICIT), END OF YEAR</b>   | <u>\$ 800,120</u>                   | <u>\$ 70,248</u>                        | <u>\$ 17,907</u>                        | <u>\$ 5,780</u>                         | <u>\$ 237,516</u> | <u>\$ 1,679,765</u> |



VERMILION COUNTY, ILLINOIS  
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCE (DEFICIT)  
NONMAJOR GOVERNMENTAL FUNDS  
Year Ended November 30, 2006

|  | Court<br>Document<br>Storage | Court<br>Automation | Court<br>Security | Recorder's<br>Special Fee | Law<br>Library | Township<br>Motor<br>Fuel Tax |
|--|------------------------------|---------------------|-------------------|---------------------------|----------------|-------------------------------|
| <b>REVENUES</b>  |                              |                     |                   |                           |                |                               |
| Taxes  | \$ -                         | \$ -                | \$ -              | \$ -                      | \$ -           | \$ -                          |
| Intergovernmental  | -                            | -                   | -                 | -                         | -              | 1,922,249                     |
| Licenses and permits   | -                            | -                   | -                 | -                         | -              | -                             |
| Charges for services   | 64,312                       | 56,833              | -                 | 69,906                    | 25,103         | -                             |
| Miscellaneous  | 6,222                        | 6,226               | 1,217             | 6,774                     | 100            | 4,287                         |
| Total revenues   | 70,534                       | 63,059              | 1,217             | 76,680                    | 25,203         | 1,926,536                     |
| <b>EXPENDITURES</b>  |                              |                     |                   |                           |                |                               |
| General government   | -                            | -                   | -                 | 66,920                    | 30,806         | -                             |
| Judiciary and court related  | 74,081                       | 54,619              | 111,256           | -                         | -              | -                             |
| Public safety  | -                            | -                   | -                 | -                         | -              | -                             |
| Public health  | -                            | -                   | -                 | -                         | -              | -                             |
| Transportation   | -                            | -                   | -                 | -                         | -              | 1,532,482                     |
| Capital projects   | -                            | -                   | -                 | -                         | -              | -                             |
| Debt service:  | -                            | -                   | -                 | -                         | -              | -                             |
| Principal  | -                            | -                   | -                 | -                         | -              | -                             |
| Interest   | -                            | -                   | -                 | -                         | -              | -                             |
| Total expenditures   | 74,081                       | 54,619              | 111,256           | 66,920                    | 30,806         | 1,532,482                     |
| Excess (deficiency) of revenues<br>over expenditures                                       | (3,547)                      | 8,440               | (110,039)         | 9,760                     | (5,603)        | 394,054                       |
| <b>OTHER FINANCING SOURCES (USES)</b>  |                              |                     |                   |                           |                |                               |
| Operating transfers in   | -                            | -                   | 88,208            | -                         | -              | -                             |
| Operating transfers out  | -                            | -                   | -                 | -                         | -              | -                             |
| Total other financing sources (uses)   | -                            | -                   | 88,208            | -                         | -              | -                             |
| Excess (deficiency) of revenues<br>over expenditures and other<br>financing sources (uses) | (3,547)                      | 8,440               | (21,831)          | 9,760                     | (5,603)        | 394,054                       |
| <b>FUND BALANCE, BEGINNING OF YEAR</b>   | 120,629                      | 161,535             | 5,932             | 124,395                   | 787            | 106,789                       |
| <b>FUND BALANCE (DEFICIT), END OF YEAR</b>   | \$ 117,082                   | \$ 169,975          | \$ (15,899)       | \$ 134,155                | \$ (4,816)     | \$ 500,843                    |

VERMILION COUNTY, ILLINOIS  
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCE (DEFICIT)  
NONMAJOR GOVERNMENTAL FUNDS  
Year Ended November 30, 2006

|  | Child<br>Support  | Probation<br>Service | Treasurer's<br>Automation | Township<br>Bridge | Off-Truck<br>Betting | VC Trustee<br>Revolving<br>Fund |
|--|-------------------|----------------------|---------------------------|--------------------|----------------------|---------------------------------|
| <b>REVENUES</b>  |                   |                      |                           |                    |                      |                                 |
| Taxes  | \$ -              | \$ -                 | \$ -                      | \$ -               | \$ -                 | \$ -                            |
| Intergovernmental  | -                 | 7,112                | -                         | 65,801             | 71,211               | -                               |
| Licenses and permits   | -                 | -                    | -                         | -                  | -                    | -                               |
| Charges for services   | 50,400            | 172,993              | 11,070                    | -                  | -                    | 3,936                           |
| Miscellaneous  | 2,362             | 30,990               | 2,393                     | 13,688             | 1,883                | 3,057                           |
| Total revenues   | <u>52,762</u>     | <u>211,095</u>       | <u>13,463</u>             | <u>79,489</u>      | <u>73,094</u>        | <u>6,993</u>                    |
| <b>EXPENDITURES</b>  |                   |                      |                           |                    |                      |                                 |
| General government   | -                 | -                    | 7,781                     | -                  | -                    | 7,572                           |
| Judiciary and court related  | 36,997            | 191,929              | -                         | -                  | -                    | -                               |
| Public safety  | -                 | -                    | -                         | -                  | -                    | -                               |
| Public health  | -                 | -                    | -                         | -                  | -                    | -                               |
| Transportation   | -                 | -                    | -                         | 633,113            | -                    | -                               |
| Capital projects   | -                 | -                    | -                         | -                  | -                    | -                               |
| Debt service:  | -                 | -                    | -                         | -                  | -                    | -                               |
| Principal  | -                 | -                    | -                         | -                  | -                    | -                               |
| Interest   | -                 | -                    | -                         | -                  | -                    | -                               |
| Total expenditures   | <u>36,997</u>     | <u>191,929</u>       | <u>7,781</u>              | <u>633,113</u>     | <u>-</u>             | <u>7,572</u>                    |
| Excess (deficiency) of revenues<br>over expenditures                                       | <u>15,765</u>     | <u>19,166</u>        | <u>5,682</u>              | <u>(553,624)</u>   | <u>73,094</u>        | <u>(579)</u>                    |
| <b>OTHER FINANCING SOURCES (USES)</b>  |                   |                      |                           |                    |                      |                                 |
| Operating transfers in   | -                 | -                    | -                         | -                  | -                    | -                               |
| Operating transfers out  | -                 | -                    | -                         | -                  | (72,678)             | -                               |
| Total other financing sources (uses)   | <u>-</u>          | <u>-</u>             | <u>-</u>                  | <u>-</u>           | <u>(72,678)</u>      | <u>-</u>                        |
| Excess (deficiency) of revenues<br>over expenditures and other<br>financing sources (uses) | <u>15,765</u>     | <u>19,166</u>        | <u>5,682</u>              | <u>(553,624)</u>   | <u>416</u>           | <u>(579)</u>                    |
| <b>FUND BALANCE, BEGINNING OF YEAR</b>   | <u>172,797</u>    | <u>223,916</u>       | <u>56,723</u>             | <u>612,373</u>     | <u>-</u>             | <u>27,279</u>                   |
| <b>FUND BALANCE (DEFICIT), END OF YEAR</b>   | <u>\$ 188,562</u> | <u>\$ 243,082</u>    | <u>\$ 62,405</u>          | <u>\$ 58,749</u>   | <u>\$ 416</u>        | <u>\$ 26,700</u>                |

VERMILION COUNTY, ILLINOIS  
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCE (DEFICIT)  
NONMAJOR GOVERNMENTAL FUNDS  
Year Ended November 30, 2006

|  | Grants                     |                             |                                       |         |                                       |           | Home<br>Confinement and<br>Probation |
|--|----------------------------|-----------------------------|---------------------------------------|---------|---------------------------------------|-----------|--------------------------------------|
|  | Law<br>Enforcement<br>Fund | Law<br>Enforcement<br>Grant | Victim Witness<br>Attorney<br>General | CRIS    | Multi-<br>Jurisdictional<br>Narcotics |           |                                      |
| REVENUES   |                            |                             |                                       |         |                                       |           |                                      |
| Taxes  | \$ -                       | \$ -                        | \$ -                                  | \$ -    | \$ -                                  | \$ -      |                                      |
| Intergovernmental  | 1,272,193                  | 33,551                      | 22,000                                | 121,027 | 190,758                               | -         |                                      |
| Licenses and permits   | -                          | -                           | -                                     | -       | -                                     | -         |                                      |
| Charges for services   | -                          | -                           | -                                     | -       | -                                     | -         |                                      |
| Miscellaneous  | 71,552                     | 173                         | 2,420                                 | -       | -                                     | 54,596    |                                      |
| Total revenues   | 1,343,745                  | 33,724                      | 24,420                                | 121,027 | 190,758                               | 54,596    |                                      |
| EXPENDITURES   |                            |                             |                                       |         |                                       |           |                                      |
| General government   | -                          | -                           | -                                     | -       | -                                     | -         |                                      |
| Judiciary and court related  | -                          | -                           | -                                     | -       | -                                     | -         |                                      |
| Public safety  | 227,883                    | 33,724                      | 25,873                                | -       | 190,758                               | 19,322    |                                      |
| Public health  | -                          | -                           | -                                     | -       | -                                     | -         |                                      |
| Transportation   | -                          | -                           | -                                     | 121,027 | -                                     | -         |                                      |
| Capital projects   | -                          | -                           | -                                     | -       | -                                     | -         |                                      |
| Debt service:  |                            |                             |                                       |         |                                       |           |                                      |
| Principal  | 190,000                    | -                           | -                                     | -       | -                                     | -         |                                      |
| Interest   | 234,308                    | -                           | -                                     | -       | -                                     | -         |                                      |
| Total expenditures   | 652,191                    | 33,724                      | 25,873                                | 121,027 | 190,758                               | 19,322    |                                      |
| Excess (deficiency) of revenues<br>over expenditures                                       | 691,554                    | -                           | (1,453)                               | -       | -                                     | 35,274    |                                      |
| OTHER FINANCING SOURCES (USES)   |                            |                             |                                       |         |                                       |           |                                      |
| Operating transfers in   | -                          | -                           | -                                     | -       | -                                     | -         |                                      |
| Operating transfers out  | (844,077)                  | -                           | -                                     | -       | -                                     | -         |                                      |
| Total other financing sources (uses)   | (844,077)                  | -                           | -                                     | -       | -                                     | -         |                                      |
| Excess (deficiency) of revenues<br>over expenditures and other<br>financing sources (uses) | (152,523)                  | -                           | (1,453)                               | -       | -                                     | 35,274    |                                      |
| FUND BALANCE, BEGINNING OF YEAR  | 2,411,341                  | -                           | 6,392                                 | -       | 68                                    | 52,022    |                                      |
| FUND BALANCE (DEFICIT), END OF YEAR  | \$ 2,258,818               | \$ -                        | \$ 4,939                              | \$ -    | \$ 68                                 | \$ 87,296 |                                      |

VERMILION COUNTY, ILLINOIS  
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCE (DEFICIT)  
NONMAJOR GOVERNMENTAL FUNDS  
Year Ended November 30, 2006

|  | GIS<br>Automation | Capital<br>Projects | Board of<br>Elections | Working<br>Cash | Reg. Supt.<br>Direct Services | Total         |
|--|-------------------|---------------------|-----------------------|-----------------|-------------------------------|---------------|
|  |                   |                     |                       |                 |                               |               |
| <b>REVENUES</b>  |                   |                     |                       |                 |                               |               |
| Taxes  | \$ -              | \$ -                | \$ -                  | \$ -            | \$ -                          | \$ 3,902,605  |
| Intergovernmental  | 5,000             | -                   | 5,943                 | -               | -                             | 4,864,512     |
| Licenses and permits   | -                 | -                   | -                     | -               | -                             | 201,545       |
| Charges for services   | 256,050           | -                   | -                     | -               | -                             | 838,283       |
| Miscellaneous  | 4,250             | 63,747              | -                     | 13,696          | 73,937                        | 527,256       |
| Total revenues   | 265,300           | 63,747              | 5,943                 | 13,696          | 73,937                        | 10,334,201    |
| <b>EXPENDITURES</b>  |                   |                     |                       |                 |                               |               |
| General government   | 312,719           | -                   | 1,733                 | -               | 103,112                       | 1,753,044     |
| Judiciary and court related  | -                 | -                   | -                     | -               | -                             | 1,312,813     |
| Public safety  | -                 | -                   | -                     | -               | -                             | 1,860,672     |
| Public health  | -                 | -                   | -                     | -               | -                             | 773,554       |
| Transportation   | -                 | -                   | -                     | -               | -                             | 3,162,993     |
| Capital projects   | -                 | 23,485              | -                     | -               | -                             | 23,485        |
| Debt service:  |                   |                     |                       |                 |                               |               |
| Principal  | -                 | -                   | -                     | -               | -                             | 190,000       |
| Interest   | -                 | -                   | -                     | -               | -                             | 234,308       |
| Total expenditures   | 312,719           | 23,485              | 1,733                 | -               | 103,112                       | 9,310,869     |
| Excess (deficiency) of revenues<br>over expenditures                                       | (47,419)          | 40,262              | 4,210                 | 13,696          | (29,175)                      | 1,023,332     |
| <b>OTHER FINANCING SOURCES (USES)</b>  |                   |                     |                       |                 |                               |               |
| Operating transfers in   | -                 | -                   | -                     | -               | -                             | 166,037       |
| Operating transfers out  | -                 | -                   | -                     | (13,799)        | -                             | (1,088,824)   |
| Total other financing sources (uses)   | -                 | -                   | -                     | (13,799)        | -                             | (922,787)     |
| Excess (deficiency) of revenues<br>over expenditures and other<br>financing sources (uses) | (47,419)          | 40,262              | 4,210                 | (103)           | (29,175)                      | 100,545       |
| <b>FUND BALANCE, BEGINNING OF YEAR</b>   | 69,653            | 760,948             | 11,412                | 291,662         | 100,518                       | 10,910,178    |
| <b>FUND BALANCE (DEFICIT), END OF YEAR</b>   | \$ 22,234         | \$ 801,210          | \$ 15,622             | \$ 291,559      | \$ 71,343                     | \$ 11,010,723 |

**VERMILION COUNTY, ILLINOIS**  
**COMBINING STATEMENT OF NET ASSETS**  
**OTHER ENTERPRISE FUNDS**  
**November 30, 2006**

|   | <u>Vermilion<br/>County Farm</u> | <u>Solid Waste<br/>Management</u> | <u>Total</u>      |
|---|----------------------------------|-----------------------------------|-------------------|
| <b>CURRENT ASSETS</b>                   |                                  |                                   |                   |
| Cash                                    | \$ -                             | \$ 93,941                         | \$ 93,941         |
| Investments                             | 71,759                           | 100,000                           | 171,759           |
| Receivables                             | -                                | 30,023                            | 30,023            |
| Accrued interest                        | -                                | 894                               | 894               |
|   | <hr/>                            | <hr/>                             | <hr/>             |
| Total current assets                    | 71,759                           | 224,858                           | 296,617           |
|   | <hr/>                            | <hr/>                             | <hr/>             |
| <b>PROPERTY AND EQUIPMENT</b>           |                                  |                                   |                   |
| Land                                    | 1,000                            | -                                 | 1,000             |
| Buildings                               | -                                | 19,000                            | 19,000            |
| Recycling equipment                     | -                                | 96,610                            | 96,610            |
| Other equipment                         | -                                | 30,882                            | 30,882            |
|   | <hr/>                            | <hr/>                             | <hr/>             |
| Total, at cost                          | 1,000                            | 146,492                           | 147,492           |
| Less accumulated depreciation           | -                                | 126,860                           | 126,860           |
|   | <hr/>                            | <hr/>                             | <hr/>             |
| Total property and<br>equipment         | 1,000                            | 19,632                            | 20,632            |
|   | <hr/>                            | <hr/>                             | <hr/>             |
| <b>TOTAL ASSETS</b>                     | <u>\$ 72,759</u>                 | <u>\$ 244,490</u>                 | <u>\$ 317,249</u> |
|   | <hr/>                            | <hr/>                             | <hr/>             |
| <b>LIABILITIES AND NET ASSETS</b>       |                                  |                                   |                   |
| <b>CURRENT LIABILITIES</b>              |                                  |                                   |                   |
| Accounts payable                        | \$ -                             | \$ 25,841                         | \$ 25,841         |
| Accrued payroll                         | -                                | 27,157                            | 27,157            |
|   | <hr/>                            | <hr/>                             | <hr/>             |
| Total current liabilities               | -                                | 52,998                            | 52,998            |
|   | <hr/>                            | <hr/>                             | <hr/>             |
| <b>NET ASSETS</b>                       |                                  |                                   |                   |
| Invested in capital assets              | 1,000                            | 19,632                            | 20,632            |
| Unrestricted                            | 71,759                           | 171,860                           | 243,619           |
|   | <hr/>                            | <hr/>                             | <hr/>             |
| Total net assets                        | 72,759                           | 191,492                           | 264,251           |
|   | <hr/>                            | <hr/>                             | <hr/>             |
| <b>TOTAL LIABILITIES AND NET ASSETS</b> | <u>\$ 72,759</u>                 | <u>\$ 244,490</u>                 | <u>\$ 317,249</u> |
|   | <hr/>                            | <hr/>                             | <hr/>             |

**VERMILION COUNTY, ILLINOIS**  
**COMBINING STATEMENT OF REVENUES, EXPENSES**  
**AND CHANGES IN NET ASSETS**  
**OTHER ENTERPRISE FUNDS**  
**Year Ended November 30, 2006**

|  | <u>Vermilion<br/>County Farm</u> | <u>Solid Waste<br/>Management</u> | <u>Total</u>      |
|--|----------------------------------|-----------------------------------|-------------------|
| <b>OPERATING REVENUES</b>                |                                  |                                   |                   |
| Charges for services                     | \$ -                             | \$ 355,196                        | \$ 355,196        |
| Miscellaneous                            | <u>48,124</u>                    | <u>3,806</u>                      | <u>51,930</u>     |
| Total operating revenues                 | <u>48,124</u>                    | <u>359,002</u>                    | <u>407,126</u>    |
| <b>OPERATING EXPENSES</b>                |                                  |                                   |                   |
| Personnel services                       | -                                | 167,120                           | 167,120           |
| Supplies and materials                   | -                                | 5,881                             | 5,881             |
| Other services and charges               | 34,693                           | 13,163                            | 47,856            |
| Contractual services                     | -                                | 251,029                           | 251,029           |
| Capital outlay                           | -                                | 1,000                             | 1,000             |
| Depreciation                             | <u>-</u>                         | <u>6,446</u>                      | <u>6,446</u>      |
| Total operating expenses                 | <u>34,693</u>                    | <u>444,639</u>                    | <u>479,332</u>    |
| Operating income (loss)                  | 13,431                           | (85,637)                          | (72,206)          |
| <b>NON-OPERATING REVENUES</b>            |                                  |                                   |                   |
| Interest income                          | <u>-</u>                         | <u>4,964</u>                      | <u>4,964</u>      |
| Income (loss) before operating transfers | 13,431                           | (80,673)                          | (67,242)          |
| <b>OPERATING TRANSFERS</b>               |                                  |                                   |                   |
| Operating transfers in                   | -                                | 20,997                            | 20,997            |
| Operating transfers out                  | <u>-</u>                         | <u>(60,000)</u>                   | <u>(60,000)</u>   |
| <b>CHANGES IN NET ASSETS</b>             | 13,431                           | (119,676)                         | (106,245)         |
| <b>NET ASSETS, BEGINNING OF YEAR</b>     | <u>59,328</u>                    | <u>311,168</u>                    | <u>370,496</u>    |
| <b>NET ASSETS, END OF YEAR</b>           | <u>\$ 72,759</u>                 | <u>\$ 191,492</u>                 | <u>\$ 264,251</u> |

VERMILION COUNTY, ILLINOIS  
COMBINING STATEMENT OF FIDUCIARY NET ASSETS  
FIDUCIARY FUNDS  
November 30, 2006

ASSETS

|   | Restitution      | County<br>Collector | Treasurer's<br>Account | Inheritance<br>Tax | Deposit<br>Fund   | Unknown<br>Heirs | Non-resident<br>Heirs | Payroll<br>Clearing |
|---|------------------|---------------------|------------------------|--------------------|-------------------|------------------|-----------------------|---------------------|
| Cash  | \$ 19,048        | \$ 4,365,583        | \$ 83,026              | \$ 194,060         | \$ 204,938        | \$ 72,610        | \$ 42,867             | \$ 8,313            |
| Investments   | -                | -                   | -                      | -                  | 550,000           | -                | -                     | -                   |
| Receivables:  |                  |                     |                        |                    |                   |                  |                       |                     |
| Taxes, net of allowance for<br>estimated uncollectibles | -                | 1,084,052           | -                      | -                  | -                 | -                | -                     | -                   |
| Accrued interest  | -                | 23                  | -                      | -                  | 1,034             | -                | -                     | -                   |
| Due from other funds                                    | 7,600            | -                   | -                      | -                  | -                 | -                | -                     | -                   |
| Inventory   | -                | -                   | -                      | -                  | -                 | -                | -                     | -                   |
| <b>TOTAL ASSETS</b>                                     | <b>\$ 26,648</b> | <b>\$ 5,449,658</b> | <b>\$ 83,026</b>       | <b>\$ 194,060</b>  | <b>\$ 755,972</b> | <b>\$ 72,610</b> | <b>\$ 42,867</b>      | <b>\$ 8,313</b>     |

LIABILITIES

|                          |                  |                     |                  |                   |                   |                  |                  |                 |
|--------------------------|------------------|---------------------|------------------|-------------------|-------------------|------------------|------------------|-----------------|
| Accounts payable         | \$ -             | \$ 4,873            | \$ 4,205         | \$ 3,313          | \$ 39,403         | \$ 3,337         | \$ 1,969         | \$ 56,530       |
| Due to other funds       | 9,547            | 1,346,053           | -                | -                 | -                 | -                | -                | -               |
| Due to other governments | -                | -                   | -                | 190,747           | -                 | -                | -                | -               |
| Due to others            | 17,101           | -                   | 78,821           | -                 | 716,569           | 69,273           | 40,898           | (48,217)        |
| Due to taxing bodies     | -                | 4,098,732           | -                | -                 | -                 | -                | -                | -               |
| <b>TOTAL LIABILITIES</b> | <b>\$ 26,648</b> | <b>\$ 5,449,658</b> | <b>\$ 83,026</b> | <b>\$ 194,060</b> | <b>\$ 755,972</b> | <b>\$ 72,610</b> | <b>\$ 42,867</b> | <b>\$ 8,313</b> |

VERMILION COUNTY, ILLINOIS  
**COMBINING STATEMENT OF FIDUCIARY NET ASSETS**  
**FIDUCIARY FUNDS**  
November 30, 2006

**ASSETS**

|   | Work<br>Release  | Prisoner's<br>Commissary | Sheriff's<br>Office | Probation<br>Office | County<br>Clerk   | Circuit<br>Clerk    | Recorder          |
|---|------------------|--------------------------|---------------------|---------------------|-------------------|---------------------|-------------------|
| Cash  | \$ 23,115        | \$ 69,040                | \$ 48,809           | \$ 6,470            | \$ 203,019        | \$ 1,915,929        | \$ 99,000         |
| Investments   | -                | -                        | -                   | -                   | -                 | 190,000             | -                 |
| Receivables:  |                  |                          |                     |                     |                   |                     |                   |
| Taxes, net of allowance for<br>estimated uncollectibles | -                | -                        | -                   | -                   | -                 | -                   | -                 |
| Accrued interest  | -                | -                        | -                   | -                   | -                 | -                   | -                 |
| Due from other funds                                    | -                | -                        | -                   | -                   | 4,208             | -                   | -                 |
| Inventory   | -                | 15,261                   | -                   | -                   | -                 | -                   | 3,295             |
| <b>TOTAL ASSETS</b>                                     | <b>\$ 23,115</b> | <b>\$ 84,301</b>         | <b>\$ 48,809</b>    | <b>\$ 6,470</b>     | <b>\$ 207,227</b> | <b>\$ 2,105,929</b> | <b>\$ 102,295</b> |

**LIABILITIES**

|                          |                  |                  |                  |                 |                   |                     |                   |
|--------------------------|------------------|------------------|------------------|-----------------|-------------------|---------------------|-------------------|
| Accounts payable         | \$ -             | \$ -             | \$ -             | \$ -            | \$ -              | \$ -                | \$ -              |
| Due to other funds       | 3,558            | -                | -                | -               | 6,035             | 174,274             | 32,641            |
| Due to other governments | -                | -                | -                | -               | -                 | 64,151              | -                 |
| Due to others            | 19,557           | 84,301           | 48,809           | 6,470           | 201,192           | 1,867,504           | 69,654            |
| Due to taxing bodies     | -                | -                | -                | -               | -                 | -                   | -                 |
| <b>TOTAL LIABILITIES</b> | <b>\$ 23,115</b> | <b>\$ 84,301</b> | <b>\$ 48,809</b> | <b>\$ 6,470</b> | <b>\$ 207,227</b> | <b>\$ 2,105,929</b> | <b>\$ 102,295</b> |



VERMILION COUNTY, ILLINOIS  
COMBINING STATEMENT OF FIDUCIARY NET ASSETS  
FIDUCIARY FUNDS  
November 30, 2006

ASSETS

|  | Regional Superintendent |                  |                 |                  |                       |                     |
|--|-------------------------|------------------|-----------------|------------------|-----------------------|---------------------|
|  | Trustees                | Institute        | Bus Drivers     | G.E.D.           | Drug Abuse Prevention | Drainage District   |
|  |                         |                  |                 |                  |                       | Total               |
| Cash   | \$ 3,293                | \$ 56,187        | \$ 3,994        | \$ 19,432        | \$ 11,960             | \$ 7,708,960        |
| Investments  | 7,000                   | -                | -               | -                | -                     | 1,047,000           |
| Receivables:   |                         |                  |                 |                  |                       |                     |
| Taxes, net of allowance for estimated uncollectibles | -                       | -                | -               | -                | -                     | 1,084,052           |
| Accrued interest                                     | -                       | -                | -               | -                | -                     | 1,057               |
| Due from other funds                                 | -                       | -                | -               | -                | -                     | 11,808              |
| Inventory  | -                       | -                | -               | -                | -                     | 18,556              |
| <b>TOTAL ASSETS</b>                                  | <b>\$ 10,293</b>        | <b>\$ 56,187</b> | <b>\$ 3,994</b> | <b>\$ 19,432</b> | <b>\$ 11,960</b>      | <b>\$ 9,871,433</b> |

LIABILITIES

|                          |                  |                  |                 |                  |                  |                     |
|--------------------------|------------------|------------------|-----------------|------------------|------------------|---------------------|
| Accounts payable         | \$ -             | \$ -             | \$ -            | \$ -             | \$ -             | \$ 119,500          |
| Due to other funds       | -                | -                | -               | -                | -                | 1,572,108           |
| Due to other governments | -                | -                | -               | -                | -                | 254,898             |
| Due to others            | 10,293           | 56,187           | 3,994           | 19,432           | 11,960           | 3,273,798           |
| Due to taxing bodies     | -                | -                | -               | -                | -                | 4,651,129           |
| <b>TOTAL LIABILITIES</b> | <b>\$ 10,293</b> | <b>\$ 56,187</b> | <b>\$ 3,994</b> | <b>\$ 19,432</b> | <b>\$ 11,960</b> | <b>\$ 9,871,433</b> |

## **STATISTICAL INFORMATION**



**ILLINOIS DEPARTMENT OF HUMAN SERVICES  
GRANT REPORT**

ILLINOIS DEPARTMENT OF HUMAN SERVICES  
GRANT REPORT for the period July 1 through June 30, 2006  
Page 1 of 2 -- Grant Allowable Cost Summary

AGENCY NAME: Vermillion County Health Dept.

FEIN: 37-6002224

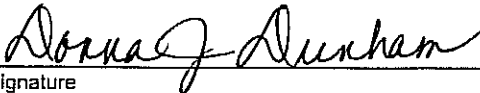
|   | Program Name/Number/Contract Number/Other Identification | DHS GRANT-FUNDED SERVICES |             |                       |                    |                           | All other Programs |           | Mgmt & General | Total |
|---|--|---------------------------|-------------|-----------------------|--------------------|---------------------------|--------------------|-----------|----------------|-------|
|   |  | Program 1                 | Program 2   | Program 3             | Program 4          | Program 5                 |                    |           |                |       |
|   |  | AOK                       | FCM DNSTATE | Health-Works Illinois | Healthy Child Care | Healthy Families Illinois |                    |           |                |       |
|   |  | 570                       | 300         | 390                   | 420                | 400                       |                    |           |                |       |
| A | Direct Program expenses                                  | \$ 61,613                 | 385,120     | 34,640                | 33,916             | 168,328                   | 491,098            | 116,993   | 1,291,708      |       |
| B | Allocate Management and General Costs (Note 1)           | \$ 16,250                 | 44,998      | 4,275                 | 5,383              | 10,744                    | 35,343             | - 116,993 | - 0 -          |       |
| C | SUBTOTAL A + B   | \$ 77,863                 | 430,118     | 38,915                | 39,299             | 179,072                   | 526,441            | - 0 -     | 1,291,708      |       |
| D | Subtract Unallowable costs per page 2                    | - 0 -                     | - 0 -       | - 0 -                 | - 0 -              | - 0 -                     |                    |           |                |       |
| E | Add other approved uses (attach documentation)           | - 0 -                     | - 0 -       | - 0 -                 | - 0 -              | - 0 -                     |                    |           |                |       |
| F | TOTAL Allowable costs                                    | \$ 77,863                 | 430,118     | 38,915                | 39,299             | 179,072                   |                    |           |                |       |
| G | Special provisions (see instructions)                    | - 0 -                     | - 0 -       | - 0 -                 | - 0 -              | - 0 -                     |                    |           |                |       |
| H | Interest Earned (see instructions) *                     | - 0 -                     | - 0 -       | - 0 -                 | - 0 -              | - 0 -                     |                    |           |                |       |

NOTE 1: Management and General costs are allocated based on: direct salaries, X total direct costs, X other basis (attach explanation). Direct costs are used for supplies, travel, patient care and equipment (when purchased). However, rent is allocated by square footage. Full-time equivalency (FTE) is used for other expenses such as phones postage, etc.

\*Cost of accounting for interest earned is significant in terms of interest earned.

AGENCY NAME: Vermilion County Health Dept.

FEIN: 37-6002224

| Program Name/Number/Contract Number:   | DHS GRANT-FUNDED SERVICES |                  |                  |                   |                  |
|--|---------------------------|------------------|------------------|-------------------|------------------|
|  | Program 1<br>AOK          | Program 2<br>FCM | Program 3<br>HWI | Program 4<br>HCCI | Program 5<br>HFI |
|  | 570                       | 300              | 390              | 5420              | 400              |
| Unallowable Costs (see instructions)   |                           |                  |                  |                   |                  |
| compensation of governing body   |                           |                  |                  |                   |                  |
| entertainment  |                           |                  |                  |                   |                  |
| association dues   |                           |                  |                  |                   |                  |
| meetings and conventions   |                           |                  |                  |                   |                  |
| fundraising  |                           |                  |                  |                   |                  |
| bad debt   |                           |                  |                  |                   |                  |
| charity and grants   |                           |                  |                  |                   |                  |
| unallowable interest   |                           |                  |                  |                   |                  |
| inventories  |                           |                  |                  |                   |                  |
| depreciation on DHS-funded assets  |                           |                  |                  |                   |                  |
| cost of production   |                           |                  |                  |                   |                  |
| in-kind expenses   |                           |                  |                  |                   |                  |
| alcoholic beverages  |                           |                  |                  |                   |                  |
| personal automobiles   |                           |                  |                  |                   |                  |
| finances & penalties   |                           |                  |                  |                   |                  |
| personal use items   |                           |                  |                  |                   |                  |
| lobbying   |                           |                  |                  |                   |                  |
| unallowable relocation   |                           |                  |                  |                   |                  |
| gratuities   |                           |                  |                  |                   |                  |
| political contributions  |                           |                  |                  |                   |                  |
| related party transactions   |                           |                  |                  |                   |                  |
| costs where a conflict of interest exists  |                           |                  |                  |                   |                  |
| Unallowable costs if Program is Federally funded or<br>cost-restricted by Contract (See Instructions)  |                           |                  |                  |                   |                  |
| Explain:   |                           |                  |                  |                   |                  |
| Explain:   |                           |                  |                  |                   |                  |
| TOTAL UNALLOWABLE COSTS (to line D of<br>Grant Report) –See below if NONE  | -0-                       | -0-              | -0-              | -0-               | -0-              |
| <p>If no unallowable costs are listed, sign and date as follows:<br/>I certify that no unallowable costs are included in either direct costs or allocated Management and General costs on the Grant Report.</p> <p style="text-align: center;"> <br/>             Signature         </p> <p style="text-align: right;">             11/30/06<br/>             Date         </p> <p style="text-align: center;">             Donna J. Dunham, Financial Director<br/>             Printed Name and Title         </p> |                           |                  |                  |                   |                  |

ILLINOIS DEPARTMENT OF HUMAN SERVICES  
GRANT REPORT for the period July 1 through June 30, 2006  
Page 1 of 2 -- Grant Allowable Cost Summary

AGENCY NAME: Vermilion County Health Dept. FEIN: 37-6002224

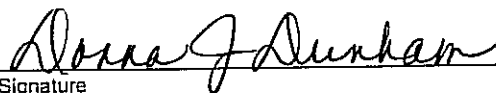
|   | Program Name/Number/Contract Number/Other Identification | DHS GRANT-FUNDED SERVICES |                              |           |           |           | All other Programs | Mgmt & General | Total   |
|---|--|---------------------------|------------------------------|-----------|-----------|-----------|--------------------|----------------|---------|
|   |  | Program 1                 | Program 2                    | Program 3 | Program 4 | Program 5 |                    |                |         |
|   |  | Women's Infants Children  | Targeted Intensive Pre-natal |           |           |           |                    |                |         |
| A | Direct Program expenses                                  | 900                       | 440                          |           |           |           |                    |                | 491,058 |
| B | Allocate Management and General Costs (Note 1)           | \$ 343,300                | 147,758                      |           |           |           |                    |                | 35,343  |
| C | SUBTOTAL A + B   | \$ 19,039                 | 16,304                       |           |           |           |                    |                | 526,401 |
| D | Subtract Unallowable costs per page 2                    | \$ 362,339                | 164,062                      |           |           |           |                    | -0-            |         |
| E | Add other approved uses (attach documentation)           | -0-                       | -0-                          |           |           |           |                    |                |         |
| F | TOTAL Allowable costs                                    | \$ 362,339                | 164,062                      |           |           |           |                    |                |         |
| G | Special provisions (see instructions)                    | -0-                       | -0-                          |           |           |           |                    |                |         |
| H | Interest Earned (see instructions) *                     | -0-                       | -0-                          |           |           |           |                    |                |         |

NOTE 1: Management and General costs are allocated based on: direct salaries, X total direct costs, X other basis (attach explanation). Direct costs are used for supplies, travel, patient care and equipment (when purchased). However, rent is allocated by square footage. Full-time equivalency (FTE) is used for other expenses such as phones, postage, etc.

\* Cost of accounting for interest earned is significant in terms of interest earned.

AGENCY NAME: Vermilion County Health Dept.

FEIN: 37-6002224

| Program Name/Number/Contract Number:  | DHS GRANT-FUNDED SERVICES |           |           |           |           |
|---|---------------------------|-----------|-----------|-----------|-----------|
|   | Program 1                 | Program 2 | Program 3 | Program 4 | Program 5 |
|   | WIC                       | TIP       |           |           |           |
|   | 900                       | 440       |           |           |           |
| Unallowable Costs (see instructions)  |                           |           |           |           |           |
| compensation of governing body  |                           |           |           |           |           |
| entertainment   |                           |           |           |           |           |
| association dues  |                           |           |           |           |           |
| meetings and conventions  |                           |           |           |           |           |
| fundraising   |                           |           |           |           |           |
| bad debt  |                           |           |           |           |           |
| charity and grants  |                           |           |           |           |           |
| unallowable interest  |                           |           |           |           |           |
| inventories   |                           |           |           |           |           |
| depreciation on DHS-funded assets   |                           |           |           |           |           |
| cost of production  |                           |           |           |           |           |
| in-kind expenses  |                           |           |           |           |           |
| alcoholic beverages   |                           |           |           |           |           |
| personal automobiles  |                           |           |           |           |           |
| finer & penalties   |                           |           |           |           |           |
| personal use items  |                           |           |           |           |           |
| lobbying  |                           |           |           |           |           |
| unallowable relocation  |                           |           |           |           |           |
| gratuities  |                           |           |           |           |           |
| political contributions   |                           |           |           |           |           |
| related party transactions  |                           |           |           |           |           |
| costs where a conflict of interest exists   |                           |           |           |           |           |
| Unallowable costs if Program is Federally funded or cost-restricted by Contract (See Instructions)  |                           |           |           |           |           |
| Explain:  |                           |           |           |           |           |
| Explain:  |                           |           |           |           |           |
| TOTAL UNALLOWABLE COSTS (to line D of Grant Report) –See below if NONE  | -0-                       | -0-       |           |           |           |
| <p>If no unallowable costs are listed, sign and date as follows:<br/>I certify that no unallowable costs are included in either direct costs or allocated Management and General costs on the Grant Report.</p> <div style="display: flex; justify-content: space-between; align-items: flex-end;"> <div style="text-align: center;"> <br/>             Signature           </div> <div style="text-align: right;"> <u>11/30/06</u><br/>             Date           </div> </div> <div style="text-align: center; margin-top: 10px;"> <u>Donna J. Dunham, Financial Director</u><br/>             Printed Name and Title           </div> |                           |           |           |           |           |



## **SINGLE AUDIT REPORTS**

**Independent Auditor's Report on Compliance and Other Matters and on Internal Control  
Over Financial Reporting Based on an Audit of Financial Statements  
Performed in Accordance with Government Auditing Standards**

Vermilion County Board  
Danville, Illinois

We have audited the financial statements of the governmental activities, the business type activities, each major fund, and the aggregate remaining fund information of Vermilion County, Illinois as of and for the year ended November 30, 2006, which collectively comprise Vermilion County, Illinois' basic financial statements and have issued our report thereon dated January 26, 2007. In our report on the financial statements our opinion was adverse for the governmental activities due to the omission of certain fixed assets and general infrastructure assets and related depreciation expense. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

**Internal Control Over Financial Reporting**

In planning and performing our audit, we considered Vermilion County's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide an opinion on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses.

**Compliance and Other Matters**

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

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

*Clifton Henderson LLP*

Danville, Illinois  
January 26, 2007

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

Vermilion County Board  
Danville, Illinois

**Compliance**

We have audited the compliance of Vermilion County, Illinois with the types of compliance requirements described in *The U. S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* that are applicable to each of its major federal programs for the year ended November 30, 2006. Vermilion County's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of Vermilion County's management. Our responsibility is to express an opinion on Vermilion County's compliance based on our audit.

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

In our opinion, Vermilion County complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended November 30, 2006. However, the results of our auditing procedures disclosed an instance of non-compliance with those requirements that are required to be reported in accordance with OMB Circular A-133 and which are described in the accompanying Schedule of Findings and Questioned Costs as item 06-01.

## Internal Control Over Compliance

The management of Vermilion County is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered Vermilion County's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133.

Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with applicable requirements of laws, regulations, contracts and grants caused by error or fraud that would be material in relation to a major federal program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over compliance and its operation that we consider to be material weaknesses.

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

*Clifton Henderson LLP*

Danville, Illinois  
January 26, 2007

**VERMILION COUNTY, ILLINOIS**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**Year Ended November 30, 2006**

| <u>Federal Grantor/<br/>Pass Through<br/>Grantor/Program Title</u>       | <u>CFDA<br/>Number</u> | <u>Federal<br/>Expenditures</u> |
|--|------------------------|---------------------------------|
| <b>DEPARTMENT OF AGRICULTURE</b>   |                        |                                 |
| Flow-through from Illinois Department<br>of Human Services:              |                        |                                 |
| Supplemental Nutrition Program for<br>Women, Infants, and Children (WIC) | 10.557                 | \$ 1,194,712                    |
| Flow-through from Illinois Department<br>of Public Health:               |                        |                                 |
| Summer Food Inspection   | 10.559                 | 200                             |
| Farmers' Market Nutrition Program  | 10.572                 | 1,000                           |
| Total Flow-Through Illinois Department of<br>Public Health               |                        | 1,200                           |
| <b>TOTAL DEPARTMENT OF AGRICULTURE</b>                                   |                        | <u>\$ 1,195,912</u>             |
| <b>ENVIRONMENTAL PROTECTION<br/>AGENCY</b>                               |                        |                                 |
| Flow-through from Illinois Department<br>of Public Health:               |                        |                                 |
| Performance Partnership Grant  | 66.605                 | \$ 988                          |
| <b>DEPARTMENT OF HEALTH AND<br/>HUMAN SERVICES</b>                       |                        |                                 |
| Flow-through from Illinois Department of Human Services:                 |                        |                                 |
| Social Services Block Grant:   |                        |                                 |
| Family Planning - Title X  | 93.217                 | \$ 168,400                      |
| Temporary Assistance to Needy Families                                   | 93.558                 | 149,392                         |
| Title XX Block   | 93.667                 | 86,011                          |
| MCH Block Grant  | 93.994                 | 27,300                          |
| Childcare Development Block Grant  | 93.575                 | 26,000                          |
|  |                        | <u>457,103</u>                  |

**VERMILION COUNTY, ILLINOIS**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**Year Ended November 30, 2006**

| <u>Federal Grantor/<br/>Pass Through<br/>Grantor/Program Title</u>  | <u>CFDA<br/>Number</u> | <u>Federal<br/>Expenditures</u> |
|---|------------------------|---------------------------------|
| <b>Total flow-through Illinois Department<br/>of Human Services (Department of Health<br/>and Human Service Grants)</b> |                        |                                 |
| Flow-through from Illinois Department<br>of Public Health:  |                        | \$ 457,103                      |
| Centers for Disease Control and Prevention  | 93.283                 | 81,608                          |
| Investigations and Technical Assistance   | 83.549                 | 1,466                           |
| Bio-Terrorism   | 99.283                 | 17,037                          |
| Bio-Terrorism   |                        |                                 |
| <b>TOTAL FLOW-THROUGH IDPH</b>  |                        | <u>100,111</u>                  |
| <br>Flow-through Illinois Department of Public Aid:   |                        |                                 |
| Child Support Enforcement   | 93.563                 | 23,167                          |
| Immunization Grant  | 93.268                 | 44,358                          |
| <b>TOTAL FLOW-THROUGH IDPA</b>  |                        | <u>67,525</u>                   |
| <b>TOTAL DEPARTMENT OF HEALTH<br/>AND HUMAN SERVICES</b>  |                        | <u>\$ 624,739</u>               |
| <b>DEPARTMENT OF LABOR</b>  |                        |                                 |
| Flow-through Danville Area Community College:   |                        |                                 |
| Workforce Investment Act Grant – Adult Program  | 17.258                 | \$ 35,154                       |
| <b>DEPARTMENT OF HOMELAND SECURITY</b>  |                        |                                 |
| Flow-through Illinois Emergency Management Agency:  |                        |                                 |
| Emergency Management Performance Grant - 2006   | 97.042                 | \$ 35,042                       |
| Chemical Stockpile Emergency Preparedness - 2006  | 97.040                 | 114,003                         |
| State Domestic Preparedness Equipment Support Program - 2006  | 97.004                 | 48,000                          |
| Law Enforcement Terrorism Prevention Program – 2005   | 97.074                 | 100,000                         |
| <b>TOTAL DEPARTMENT OF HOMELAND SECURITY</b>  |                        | <u>\$ 297,045</u>               |

**VERMILION COUNTY, ILLINOIS**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**Year Ended November 30, 2006**

| <b><u>Federal Grantor/<br/>Pass Through<br/>Grantor/Program Title</u></b>                            | <b><u>CFDA<br/>Number</u></b> | <b><u>Federal<br/>Expenditures</u></b> |
|--|-------------------------------|--|
| <b>DEPARTMENT OF TRANSPORTATION</b>  |                               |  |
| Flow-through Illinois Department of Transportation:<br>Public Transportation for Non-Urbanized Areas | 20.509                        | \$ <u>121,027</u>                      |
| <b>DEPARTMENT OF JUSTICE</b>   |                               |  |
| Flow-through Illinois Criminal Justice Information Authority:<br>Byrne Formula Grant                 | 16.579                        | \$ 23,203                              |
| Byrne Formula Grant  | 16.579                        | <u>167,554</u>                         |
| Total Byrne Formula Grant  |                               | 190,757                                |
| Edward Byrne Memorial Grant  | 16.710                        | 33,724                                 |
| Juvenile Accountability Incentive Block Grant  | 16.523                        | <u>7,112</u>                           |
| <b>TOTAL DEPARTMENT OF JUSTICE</b>   |                               | <u>\$ 231,593</u>                      |
| <b>DEPARTMENT OF ELECTION ASSISTANCE COMMISSION</b>  |                               |  |
| Flow-through Illinois State Board of Elections:<br>Help America Vote Act (HAVA)                      | 90.401                        | \$ <u>415,160</u>                      |
| <b>TOTAL EXPENDITURES OF AWARDS</b>  |                               | <u>\$ 2,921,618</u>                    |

This schedule should be read only in connection with the accompanying note to the schedule.



**VERMILION COUNTY, ILLINOIS**  
**NOTE TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**November 30, 2006**

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**Basis of Accounting**

The accompanying schedule of expenditures of federal awards is prepared on the modified accrual basis of accounting.

**Non-monetary Assistance**

The Vermilion County Health Department receives commodities for the immunization program through the Illinois Department of Public Health (IDPH). During fiscal year 2006 these commodities were valued at \$44,358 (CFDA 93.268). This amount is included in the accompanying schedule as the Immunization Grant.

The Vermilion County Health Department issues food instruments to participants in the WIC Program that are used to purchase food. During fiscal year 2006 these food instruments were valued at \$821,584 (CFDA 10.557). This amount is included in the accompanying schedule as part of the WIC Grant.

This information is an integral part of the accompanying schedule.

**VERMILION COUNTY, ILLINOIS  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended November 30, 2006**

**Section I – Summary of Auditor's Results**

**Financial Statements**

Type of auditor's report issued: adverse opinion  
 Internal control over financial reporting:  
     • Material weakness(es) identified?      Yes   x   No  
     • Reportable condition(s) identified that are not considered  
       to be material weaknesses?      Yes   x   None reported  
 Noncompliance material to financial statements noted?      Yes   x   No

**Federal Awards**

Internal control over major programs:  
     • Material weakness(es) identified?      Yes   x   No  
     • Reportable condition(s) identified that are not considered  
       to be material weakness(es)?      Yes   x   None reported  
 Type of auditor's report issued on compliance for major  
   programs: unqualified opinion

Any audit findings disclosed that are required to be reported in accordance with section 510(a) of  
 OMB Circular A-133?   x   Yes      No

Identification of major programs:

**CFDA Number(s)      Name of Federal Program or Cluster**

|        |  |
|--------|--|
| 10.557 | Supplemental Nutrition Program for Women, Infants and Children |
| 16.579 | Byrne Formula Grant Program                                    |
| 90.401 | Help America Vote Act (HAVA)                                   |

Dollar threshold used to distinguish between type A and type B programs: \$ 300,000  
 Auditee qualified as low-risk auditee?      Yes   x   No

**Section II – Financial Statement Findings**

None to report.

**Section III – Federal Award Findings and Questioned Costs**

**Finding 06-01**

**Help America Vote Act (HAVA) – CFDA #90.401**

*Criteria*

Payment to vendor must be made no later than 30 days following receipt of assistance payment from the State Board of Election or by the due date indicated on contract, whichever is earlier, as required by federal cash management requirements.

**VERMILION COUNTY, ILLINOIS  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended November 30, 2006**

**Section III – Federal Award Findings and Questioned Costs**

**Finding 06-01 (Continued)**

**Help America Vote Act (HAVA) – CFDA #90.401 (Continued)**

*Condition or Questioned Cost*

During our audit we noted payment to vendor was made after the required 30 days as outlined in the federal cash management statutes.

*Cause of Finding*

Payment to the vendor was delayed due to discrepancies in the invoice. The Election Commissioner worked with both the vendor and the funding source to resolve this issue in a timely manner. However, once the discrepancy was resolved, the 30 day requirement has passed.

*Effect of Finding*

Noncompliance may have an adverse impact on eligibility for future grant awards.

*Recommendation by Auditor*

The County and County departments should continue to monitor grant agreements to ensure full compliance with requirements. Continue to communicate with the funding source any issues experienced which may in turn cause noncompliance with grant requirements.

*Corrective Action Plan/Auditee Response*

The County will continue to monitor grant agreements in order to remain in compliance with the requirements as outlined in the agreements.

**VERMILION COUNTY, ILLINOIS**  
**SCHEDULE OF STATUS OF PRIOR YEAR FINDINGS**  
**Year Ended November 30, 2006**

**YEAR ENDED NOVEMBER 30, 2005**

No prior year findings.