

**EFFINGHAM COUNTY, ILLINOIS**

**FINANCIAL STATEMENTS**  
**WITH ACCOMPANYING INFORMATION**

**For the year ended November 30, 2019**

**EFFINGHAM COUNTY, ILLINOIS**

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501 East Evergreen Avenue  
P.O. Box 1308  
Effingham, Illinois 62401

(217) 347-5181  
www.westcpa.com

## **INDEPENDENT AUDITORS' REPORT**

Chairman and Members of the County Board  
Effingham County, Illinois

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

We have audited the accompanying modified cash basis financial statements of the governmental activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Effingham County, Illinois, as of and for the year ended November 30, 2019, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

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

Effingham County, Illinois' management is responsible for the preparation and fair presentation of these financial statements in accordance with the modified cash basis of accounting described in Note 1; this includes determining that the modified cash basis of accounting is an acceptable basis for the preparation of the financial statements in the circumstances. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

### ***Auditors' Responsibility***

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement. The financial statements of the Effingham County Emergency Telephone System Board, a component unit of Effingham County, were not audited in accordance with *Government Auditing Standards*.

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

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

### ***Opinions***

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective modified cash basis financial position of the governmental activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Effingham County, Illinois as of November 30, 2019, and the respective changes in modified cash basis financial position and the respective budgetary comparison-modified cash basis for the General Fund and certain major Special Revenue Funds for the year then ended in conformity with the modified cash basis of accounting described in Note 1.

### ***Basis of Accounting***

We draw attention to Note 1 of the financial statements, which describes the basis of accounting. The financial statements are prepared on the modified cash basis of accounting, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America. Our opinions are not modified with respect to this matter.

### ***Other Matters***

#### ***Supplementary and Other Information***

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Effingham County's basic financial statements. The combining and individual nonmajor fund financial statements, the Schedule of Changes in Net Pension Liability and Related Ratios, the Schedule of Employer Contributions for the pension plans, the Schedule of Assessed Valuations, Tax Rates, Extensions, and Collections, Computation of Legal Debt Margin, CEFS – Section 5311 Annual Financial Report – Non-Metro Area Transportation, the Schedule of Expenditures of Federal Awards, as required by the audit requirements of Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance) and Consolidated Year-End Financial Report are presented for purposes of additional analysis and are not a required part of the financial statements.

The combining and individual nonmajor fund financial statements, Schedule of Assessed Valuations, Tax Rates, Extensions, and Collections, the Schedule of Expenditures of Federal Awards and Consolidated Year-End Financial Report are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements, the Schedule of Assessed Valuations, Tax Rates, Extensions, and Collections, the Schedule of Expenditures of Federal Awards and Consolidated Year-End Financial Report are fairly stated in all material respects in relation to the financial statements taken as a whole on the basis of accounting described in Note 1.

The Schedules of Changes in Net Pension Liability and Related Ratios, the Schedules of Employer Contributions for the pension plans, Computation of Legal Debt Margin and CEFS – Section 5311 Annual Financial Report – Non-Metro Area Transportation have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

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

In accordance with *Government Auditing Standards*, we have also issued our report dated September 18, 2020 on our consideration of Effingham County, Illinois' internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, and other matters.

The purpose of that report is solely 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 effectiveness of Effingham County, Illinois' internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Effingham County's internal control over financial reporting and compliance.

*West & Company, LLC*

Effingham, Illinois  
September 18, 2020

## **BASIC FINANCIAL STATEMENTS**

**EFFINGHAM COUNTY, ILLINOIS**

**STATEMENT OF NET POSITION – MODIFIED CASH BASIS**  
**November 30, 2019**

	<b>Primary Government</b>	<b>Component Unit</b>
	<b>Governmental Activities</b>	<b>Emergency Telephone System Board</b>
<b>ASSETS:</b>		
Cash and cash equivalents	\$ 13,208,551	\$ 799,737
Loan receivables - current	18,645	-
Loan receivables - non-current	47,506	-
Capital assets (net of accumulated depreciation)	24,862,844	816,206
Total assets	38,137,546	1,615,943
<b>LIABILITIES:</b>		
Obligations under capital leases, due in one year	37,587	-
Total liabilities	37,587	-
<b>NET POSITION:</b>		
Net investment in capital assets	24,825,257	816,206
Restricted for:		
Culture and recreation	47,900	-
General government	3,030,793	-
Highways and roads	4,812,010	-
Public safety	645,784	-
Public health and welfare	352,337	799,737
Unrestricted	4,385,878	-
Total net position	\$ 38,099,959	\$ 1,615,943

See notes to financial statements.

EFFINGHAM COUNTY, ILLINOIS

STATEMENT OF ACTIVITIES – MODIFIED CASH BASIS  
For the year ended November 30, 2019

FUNCTIONS/PROGRAMS	Expenses	Program Revenue			Net (Expense) Revenue and Changes in Net Position
		Fees, Fines, and Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	
Primary Government:					
Governmental activities:					
Culture and recreation	\$ 530,266	\$ -	\$ -	\$ 625,112	\$ 94,846
General government	6,528,953	1,338,273	159,167	-	(5,031,513)
Education	84,579	-	-	-	(84,579)
Highways and roads	2,141,806	139,419	-	281,355	(1,721,032)
Public health and welfare	3,555,076	609,108	2,372,284	145,273	(428,411)
Public safety	4,848,409	765,329	1,101,279	-	(2,981,801)
Interest on long-term debt	<u>3,122</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(3,122)</u>
Total governmental activities	<u>\$ 17,692,211</u>	<u>\$ 2,852,129</u>	<u>\$ 3,632,730</u>	<u>\$ 1,051,740</u>	<u>\$ (10,155,612)</u>
Component unit:					
Emergency Telephone System Board	<u>\$ 648,542</u>	<u>\$ 787,277</u>	<u>\$ 162,987</u>	<u>\$ -</u>	<u>\$ 301,722</u>

See notes to financial statements.

**EFFINGHAM COUNTY, ILLINOIS**

**STATEMENT OF ACTIVITIES – MODIFIED CASH BASIS (CONTINUED)**  
**For the year ended November 30, 2019**

	<u>Primary Government</u>	<u>Component Unit</u>
	<u>Governmental Activities</u>	<u>Emergency Telephone System Board</u>
CHANGES IN NET POSITION:		
Net (expense) revenue	\$ (10,155,612)	\$ 301,722
General revenues:		
Property taxes	4,690,417	-
Sales taxes	4,142,766	-
Motor fuel taxes	818,491	-
Other taxes	1,892,600	-
Gain (loss) on sale of capital assets	55,476	-
Rent income	163,850	-
Unrestricted interest income	187,321	10,383
Other income	<u>225,445</u>	<u>-</u>
Total general revenues	<u>12,176,366</u>	<u>10,383</u>
Change in net position	2,020,754	312,105
Net position, beginning of year	<u>36,079,205</u>	<u>1,303,838</u>
Net position, end of year	<u>\$ 38,099,959</u>	<u>\$ 1,615,943</u>

See notes to financial statements.

**EFFINGHAM COUNTY, ILLINOIS**

**BALANCE SHEET – MODIFIED CASH BASIS  
GOVERNMENTAL FUNDS  
November 30, 2019**

	<u>General</u>	<u>IMRF</u>	<u>County Health</u>	<u>County Motor Fuel Tax</u>
<b>ASSETS:</b>				
Cash and cash equivalents	\$ 3,632,204	\$ 1,136,223	\$ 706,983	\$ 1,139,242
Due from other funds	127,355	-	-	-
Loan receivables - current	-	-	-	-
Loan receivables - non-current	-	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
Total assets	<u>\$ 3,759,559</u>	<u>\$ 1,136,223</u>	<u>\$ 706,983</u>	<u>\$ 1,139,242</u>
<b>LIABILITIES</b>				
Due to other funds	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<b>FUND BALANCES:</b>				
Restricted for:				
Culture and recreation	6,285	-	-	-
General government	-	1,136,223	-	-
Highways and roads	-	-	-	1,139,242
Public safety	12,104	-	-	-
Public health and welfare	-	-	-	-
Committed for capital improvements	97,542	-	-	-
Assigned for public health and welfare	-	-	706,983	-
Unassigned	<u>3,643,628</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<hr/>	<hr/>	<hr/>	<hr/>
Total fund balances	<u>3,759,559</u>	<u>1,136,223</u>	<u>706,983</u>	<u>1,139,242</u>
	<hr/>	<hr/>	<hr/>	<hr/>
Total liabilities and fund balances	<u>\$ 3,759,559</u>	<u>\$ 1,136,223</u>	<u>\$ 706,983</u>	<u>\$ 1,139,242</u>

See notes to financial statements.

**EFFINGHAM COUNTY, ILLINOIS**

**BALANCE SHEET – MODIFIED CASH BASIS  
GOVERNMENTAL FUNDS (CONTINUED)**

**November 30, 2019**

	<u>County Highway</u>	<u>Federal Aid Matching</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
<b>ASSETS:</b>				
Cash and cash equivalents	\$ 1,607,713	\$ 1,565,461	\$ 3,420,725	\$ 13,208,551
Due from other funds	-	-	-	127,355
Loan receivables - current	-	-	18,645	18,645
Loan receivables - non-current	-	-	47,506	47,506
	<hr/>	<hr/>	<hr/>	<hr/>
Total assets	<u>\$ 1,607,713</u>	<u>\$ 1,565,461</u>	<u>\$ 3,486,876</u>	<u>\$ 13,402,057</u>
<b>LIABILITIES</b>				
Due to other funds	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 127,355</u>	<u>\$ 127,355</u>
<b>FUND BALANCES:</b>				
Restricted for:				
Culture and recreation	-	-	41,615	47,900
General government	-	-	1,894,570	3,030,793
Highways and roads	1,607,713	1,565,461	499,594	4,812,010
Public safety	-	-	633,680	645,784
Public health and welfare	-	-	352,337	352,337
Committed for capital improvements	-	-	-	97,542
Assigned for public health and welfare	-	-	-	706,983
Unassigned	-	-	(62,275)	3,581,353
	<hr/>	<hr/>	<hr/>	<hr/>
Total fund balances	<u>1,607,713</u>	<u>1,565,461</u>	<u>3,359,521</u>	<u>13,274,702</u>
Total liabilities and fund balances	<u>\$ 1,607,713</u>	<u>\$ 1,565,461</u>	<u>\$ 3,486,876</u>	<u>\$ 13,402,057</u>

**RECONCILIATION TO STATEMENT OF NET POSITION - MODIFIED CASH BASIS**

Total fund balances - total governmental funds \$ 13,274,702

Amounts reported for governmental activities in the statement of net position - modified cash basis are different because:

Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds. 24,862,844

Long-term liabilities, including obligations under capital leases, are not due and payable in the current period and therefore are not reported in the funds. (37,587)

Net position of governmental activities \$ 38,099,959

See notes to financial statements.

**EFFINGHAM COUNTY, ILLINOIS**

**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES –  
MODIFIED CASH BASIS  
GOVERNMENTAL FUNDS**

**For the year ended November 30, 2019**

	<u>General</u>	<u>IMRF</u>	<u>County Health</u>
<b>REVENUES:</b>			
Property taxes	\$ 1,361,019	\$ 1,634,866	\$ 193,226
Sales taxes	4,142,766	-	-
Motor fuel taxes	-	-	-
Other taxes	1,766,818	65,000	5,000
Operating grants	729,317	-	1,745,027
Capital grants	106,221	-	-
Services	1,328,342	-	504,395
Rent income	163,850	-	-
Interest income	33,146	7,535	10,379
Other income	<u>148,444</u>	<u>4,731</u>	<u>19,774</u>
 Total revenues	 <u>9,779,923</u>	 <u>1,712,132</u>	 <u>2,477,801</u>
<b>EXPENDITURES:</b>			
Current:			
Culture and recreation	220,565	-	-
General government	4,080,804	1,335,857	-
Education	84,579	-	-
Highways and roads	-	-	-
Public health and welfare	169,852	-	2,156,418
Public safety	3,884,077	-	-
Capital outlay:			
Culture and recreation	118,833	-	-
General government	83,122	-	-
Highways and roads	-	-	-
Public health and welfare	16,548	-	5,752
Public safety	130,008	-	-
Debt service:			
Principal	36,059	-	-
Interest	<u>3,122</u>	<u>-</u>	<u>-</u>
 Total expenditures	 <u>8,827,569</u>	 <u>1,335,857</u>	 <u>2,162,170</u>
 Excess (deficiency) of revenues over (under) expenditures	 <u>952,354</u>	 <u>376,275</u>	 <u>315,631</u>
<b>OTHER FINANCING SOURCES (USES):</b>			
Operating transfers in	7,500	-	-
Operating transfers out	<u>(15,957)</u>	<u>-</u>	<u>-</u>
 Total other financing sources (uses)	 <u>(8,457)</u>	 <u>-</u>	 <u>-</u>
 Net change in fund balances	 943,897	 376,275	 315,631
Fund balances, beginning	<u>2,815,662</u>	<u>759,948</u>	<u>391,352</u>
Fund balances, ending	<u>\$ 3,759,559</u>	<u>\$ 1,136,223</u>	<u>\$ 706,983</u>

See notes to financial statements.

**EFFINGHAM COUNTY, ILLINOIS**

**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES –  
MODIFIED CASH BASIS  
GOVERNMENTAL FUNDS (CONTINUED)  
For the year ended November 30, 2019**

	<u>County Motor Fuel Tax</u>	<u>County Highway</u>	<u>Federal Aid Matching</u>
REVENUES:			
Property taxes	\$ -	\$ 443,310	\$ 149,485
Sales taxes	-	-	-
Motor fuel taxes	818,491	-	-
Other taxes	-	-	-
Operating grants	-	-	-
Capital grants	-	-	98,254
Services	-	87,559	-
Rent income	-	-	-
Interest income	28,787	24,359	27,650
Other income	-	12,283	95
	<u>847,278</u>	<u>567,511</u>	<u>275,484</u>
Total revenues			
EXPENDITURES:			
Current:			
Culture and recreation	-	-	-
General government	-	-	-
Education	-	-	-
Highways and roads	1,129,970	355,900	12,891
Public health and welfare	-	-	-
Public safety	-	-	-
Capital outlay:			
Culture and recreation	-	-	-
General government	-	-	-
Highways and roads	-	203,175	53,366
Public health and welfare	-	-	-
Public safety	-	-	-
Debt service:			
Principal	-	-	-
Interest	-	-	-
	<u>1,129,970</u>	<u>559,075</u>	<u>66,257</u>
Total expenditures			
Excess (deficiency) of revenues over (under) expenditures	<u>(282,692)</u>	<u>8,436</u>	<u>209,227</u>
OTHER FINANCING SOURCES (USES):			
Operating transfers in	-	-	-
Operating transfers out	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)			
Net change in fund balances	(282,692)	8,436	209,227
Fund balances, beginning	<u>1,421,934</u>	<u>1,599,277</u>	<u>1,356,234</u>
Fund balances, ending	<u>\$ 1,139,242</u>	<u>\$ 1,607,713</u>	<u>\$ 1,565,461</u>

See notes to financial statements.

**EFFINGHAM COUNTY, ILLINOIS**

**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES –  
MODIFIED CASH BASIS  
GOVERNMENTAL FUNDS (CONTINUED)  
For the year ended November 30, 2019**

	<b>Other Governmental Funds</b>	<b>Total Governmental Funds</b>
	<u>          </u>	<u>          </u>
REVENUES:		
Property taxes	\$ 908,511	\$ 4,690,417
Sales taxes	-	4,142,766
Motor fuel taxes	-	818,491
Other taxes	55,782	1,892,600
Operating grants	1,158,386	3,632,730
Capital grants	22,619	227,094
Services	931,833	2,852,129
Rent income	-	163,850
Interest income	55,465	187,321
Other income	<u>40,118</u>	<u>225,445</u>
Total revenues	<u>3,172,714</u>	<u>18,832,843</u>
EXPENDITURES:		
Current:		
Culture and recreation	41,703	262,268
General government	703,402	6,120,063
Education	-	84,579
Highways and roads	215,267	1,714,028
Public health and welfare	1,111,359	3,437,629
Public safety	785,050	4,669,127
Capital outlay:		
Culture and recreation	-	118,833
General government	-	83,122
Highways and roads	4,770	261,311
Public health and welfare	29,998	52,298
Public safety	-	130,008
Debt service:		
Principal	-	36,059
Interest	<u>-</u>	<u>3,122</u>
Total expenditures	<u>2,891,549</u>	<u>16,972,447</u>
Excess (deficiency) of revenues over (under) expenditures	<u>281,165</u>	<u>1,860,396</u>
OTHER FINANCING SOURCES (USES):		
Operating transfers in	15,957	23,457
Operating transfers out	<u>(7,500)</u>	<u>(23,457)</u>
Total other financing sources (uses)	<u>8,457</u>	<u>-</u>
Net change in fund balances	289,622	1,860,396
Fund balances, beginning	<u>3,069,899</u>	<u>11,414,306</u>
Fund balances, ending	<u>\$ 3,359,521</u>	<u>\$ 13,274,702</u>

See notes to financial statements.

EFFINGHAM COUNTY, ILLINOIS

RECONCILIATION OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES –  
MODIFIED CASH BASIS – OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES –  
MODIFIED CASH BASIS

For the year ended November 30, 2019

Net change in fund balances - total governmental funds \$ 1,860,396

Governmental funds report capital outlays as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which depreciation exceeded capital outlay in the current period.

Capital Outlay:	645,572	
Depreciation:	<u>(1,401,394)</u>	(755,822)

In the statement of activities, the gain or loss on the disposal of capital assets is reported, where as in the governmental funds, the proceeds from the disposal of capital assets increase financial resources. Thus, the change in net position differs from the change in fund balance by the value of the trade-ins less the carrying amount of capital assets disposed.

Trade in value of capital assets disposed:	57,651	
Carrying amount of capital assets disposed:	<u>(2,175)</u>	55,476

Contributions of capital assets increase net position but do not require the use of current financial resources and, therefore, are not reported in governmental funds. 824,645

The repayment of the principal of long-term debt consumes the current financial resources of governmental funds, however has no effect on the net position. 36,059

Change in Net Position of Governmental Activities \$ 2,020,754

See notes to financial statements.

**EFFINGHAM COUNTY, ILLINOIS**

**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES –  
MODIFIED CASH BASIS - BUDGETARY COMPARISON STATEMENT –  
GENERAL FUND**

**For the year ended November 30, 2019**

	<u>Budgeted Amounts</u>		<u>Actual Amount</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>		<u>Final Budget -</u> <u>Positive</u> <u>(Negative)</u>
<b>REVENUES:</b>				
Property taxes	\$ 1,244,000	\$ 1,244,000	\$ 1,361,019	\$ 117,019
Sales taxes	3,870,000	3,870,000	4,142,766	272,766
Other taxes	1,626,500	1,626,500	1,766,818	140,318
Operating grants	667,716	667,716	729,317	61,601
Capital grants	-	-	106,221	106,221
Services	1,125,600	1,125,600	1,328,342	202,742
Rent income	175,910	175,910	163,850	(12,060)
Interest income	11,500	11,500	33,146	21,646
Other income	108,405	108,405	148,444	40,039
	<u>8,829,631</u>	<u>8,829,631</u>	<u>9,779,923</u>	<u>950,292</u>
<b>EXPENDITURES:</b>				
General government:				
Administration	291,775	291,775	231,057	60,718
Insurance	741,000	741,000	558,201	182,799
Public buildings and grounds	508,727	508,727	571,917	(63,190)
County clerk	292,524	292,524	296,129	(3,605)
County treasurer and collector	218,514	218,514	199,723	18,791
Contingencies	92,000	92,000	15,913	76,087
County and regional planning	4,000	4,000	4,000	-
State's attorney	560,236	560,236	588,665	(28,429)
Circuit court	72,560	72,560	82,528	(9,968)
Circuit clerk	376,824	376,824	380,161	(3,337)
Public defender	294,121	294,121	297,738	(3,617)
Election	220,900	220,900	174,919	45,981
Supervisor of assessments	276,099	276,099	285,228	(9,129)
Data processing	182,873	182,873	182,719	154
Court security	172,699	172,699	165,578	7,121
Illinois Century Network	600	600	-	600
Court appointed	61,200	61,200	46,328	14,872
	<u>4,366,652</u>	<u>4,366,652</u>	<u>4,080,804</u>	<u>285,848</u>
Culture and recreation:				
Airport	85,000	85,000	218,999	(133,999)
TREC	17,500	17,500	1,566	15,934
	<u>102,500</u>	<u>102,500</u>	<u>220,565</u>	<u>(118,065)</u>

See notes to financial statements.

**EFFINGHAM COUNTY, ILLINOIS**

**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES –  
 MODIFIED CASH BASIS - BUDGETARY COMPARISON STATEMENT –  
 GENERAL FUND (CONTINUED)  
 For the year ended November 30, 2019**

	<u>Budgeted Amounts</u>		<u>Actual Amount</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
EXPENDITURES (Continued):				
Education:				
Regional superintendent of educational services	<u>84,579</u>	<u>84,579</u>	<u>84,579</u>	<u>-</u>
Public health and welfare:				
Public services	30,880	30,880	28,201	2,679
Veterans assistance	-	-	845	(845)
Animal control	<u>127,900</u>	<u>127,900</u>	<u>140,806</u>	<u>(12,906)</u>
Total public health and welfare	<u>158,780</u>	<u>158,780</u>	<u>169,852</u>	<u>(11,072)</u>
Public safety:				
Sheriff	3,163,326	3,163,326	3,058,222	105,104
Coroner	127,457	127,457	102,342	25,115
Juvenile and probation	584,400	584,400	635,504	(51,104)
Emergency services and disaster	82,751	82,751	65,843	16,908
Traffic law enforcement program	2,300	2,300	5,988	(3,688)
Dive rescue team	14,000	14,000	14,187	(187)
911 emergency services	-	-	845	(845)
Search and rescue K-9 unit	<u>3,000</u>	<u>3,000</u>	<u>1,146</u>	<u>1,854</u>
Total public safety	<u>3,977,234</u>	<u>3,977,234</u>	<u>3,884,077</u>	<u>93,157</u>
Capital outlay:				
General government	-	-	83,122	(83,122)
Culture and recreation	150,000	150,000	118,833	31,167
Public health and welfare	-	-	16,548	(16,548)
Public safety	<u>107,030</u>	<u>107,030</u>	<u>130,008</u>	<u>(22,978)</u>
Total capital outlay	<u>257,030</u>	<u>257,030</u>	<u>348,511</u>	<u>(91,481)</u>
Debt service:				
Principal	36,059	36,059	36,059	-
Interest	<u>3,122</u>	<u>3,122</u>	<u>3,122</u>	<u>-</u>
Total debt service	<u>39,181</u>	<u>39,181</u>	<u>39,181</u>	<u>-</u>

See notes to financial statements.

**EFFINGHAM COUNTY, ILLINOIS**

**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES –  
 MODIFIED CASH BASIS - BUDGETARY COMPARISON STATEMENT –  
 GENERAL FUND (CONTINUED)  
 For the year ended November 30, 2019**

	<u>Budgeted Amounts</u>		<u>Actual Amount</u>	<b>Variance with</b>
	<u>Original</u>	<u>Final</u>		<b>Final Budget - Positive (Negative)</b>
EXPENDITURES (Continued):				
Total expenditures	<u>8,985,956</u>	<u>8,985,956</u>	<u>8,827,569</u>	<u>158,387</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(156,325)</u>	<u>(156,325)</u>	<u>952,354</u>	<u>1,108,679</u>
OTHER FINANCING SOURCES (USES):				
Operating transfers in	-	-	7,500	7,500
Operating transfers out	<u>-</u>	<u>-</u>	<u>(15,957)</u>	<u>(15,957)</u>
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>(8,457)</u>	<u>(8,457)</u>
Net change in fund balance	(156,325)	(156,325)	943,897	<u>\$ 1,100,222</u>
Fund balance, beginning	<u>2,815,662</u>	<u>2,815,662</u>	<u>2,815,662</u>	
Fund balance, ending	<u>\$ 2,659,337</u>	<u>\$ 2,659,337</u>	<u>\$ 3,759,559</u>	

See notes to financial statements.

**EFFINGHAM COUNTY, ILLINOIS**

**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES –  
MODIFIED CASH BASIS - BUDGETARY COMPARISON STATEMENT –  
IMRF FUND**

**For the year ended November 30, 2019**

	<u>Budgeted Amounts</u>		<u>Actual Amount</u>	<b>Variance with Final Budget - Positive (Negative)</b>
	<u>Original</u>	<u>Final</u>		
REVENUES:				
Property taxes	\$ 1,573,000	\$ 1,573,000	\$ 1,634,866	\$ 61,866
Other taxes	65,000	65,000	65,000	-
Interest income	1,430	1,430	7,535	6,105
Other income	<u>6,000</u>	<u>6,000</u>	<u>4,731</u>	<u>(1,269)</u>
Total revenues	<u>1,645,430</u>	<u>1,645,430</u>	<u>1,712,132</u>	<u>66,702</u>
EXPENDITURES:				
General government:				
IMRF and FICA	<u>1,633,400</u>	<u>1,633,400</u>	<u>1,335,857</u>	<u>297,543</u>
Net change in fund balance	12,030	12,030	376,275	<u>\$ 364,245</u>
Fund balance, beginning	<u>759,948</u>	<u>759,948</u>	<u>759,948</u>	
Fund balance, ending	<u>\$ 771,978</u>	<u>\$ 771,978</u>	<u>\$ 1,136,223</u>	

See notes to financial statements.

**EFFINGHAM COUNTY, ILLINOIS**

**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES –  
MODIFIED CASH BASIS – BUDGETARY COMPARISON STATEMENT –  
COUNTY HEALTH FUND  
For the year ended November 30, 2019**

	<u>Budgeted Amounts</u>		<u>Actual Amount</u>	<b>Variance with Final Budget - Positive (Negative)</b>
	<u>Original</u>	<u>Final</u>		
REVENUES:				
Property taxes	\$ 194,398	\$ 194,398	\$ 193,226	\$ (1,172)
Other taxes	5,000	5,000	5,000	-
Operating grants	1,208,752	1,208,752	1,745,027 *	536,275
Services	501,629	501,629	504,395	2,766
Interest income	4,800	4,800	10,379	5,579
Other income	<u>34,672</u>	<u>34,672</u>	<u>19,774</u>	<u>(14,898)</u>
Total revenues	<u>1,949,251</u>	<u>1,949,251</u>	<u>2,477,801</u>	<u>528,550</u>
EXPENDITURES:				
Public health and welfare:				
County health	<u>1,949,251</u>	<u>1,949,251</u>	<u>2,156,418</u> *	<u>(207,167)</u>
Capital outlay:				
Public health and welfare	<u>-</u>	<u>-</u>	<u>5,752</u>	<u>(5,752)</u>
Total expenditures	<u>1,949,251</u>	<u>1,949,251</u>	<u>2,162,170</u>	<u>(212,919)</u>
Net change in fund balance	-	-	315,631	<u>\$ 315,631</u>
Fund balance, beginning	<u>391,352</u>	<u>391,352</u>	<u>391,352</u>	
Fund balance, ending	<u>\$ 391,352</u>	<u>\$ 391,352</u>	<u>\$ 706,983</u>	

\* The operating grants include \$366,889 of non-cash contributions, and the expenditures for County health include the same amount.

See notes to financial statements.

**EFFINGHAM COUNTY, ILLINOIS**

**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES –  
 MODIFIED CASH BASIS – BUDGETARY COMPARISON STATEMENT –  
 COUNTY HIGHWAY FUND  
 For the year ended November 30, 2019**

	<u>Budgeted Amounts</u>		<u>Actual Amount</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES:				
Property taxes	\$ 437,000	\$ 437,000	\$ 443,310	\$ 6,310
Capital grants	20,000	20,000	-	(20,000)
Services	130,000	130,000	87,559	(42,441)
Interest income	5,000	5,000	24,359	19,359
Other income	<u>24,278</u>	<u>24,278</u>	<u>12,283</u>	<u>(11,995)</u>
Total revenues	<u>616,278</u>	<u>616,278</u>	<u>567,511</u>	<u>(48,767)</u>
EXPENDITURES:				
Highways and roads:				
County highway	449,035	449,035	355,900	93,135
Capital outlay:				
Highways and roads	<u>160,000</u>	<u>160,000</u>	<u>203,175</u>	<u>(43,175)</u>
Total expenditures	<u>609,035</u>	<u>609,035</u>	<u>559,075</u>	<u>49,960</u>
Net change in fund balance	7,243	7,243	8,436	<u>\$ 1,193</u>
Fund balance, beginning	<u>1,599,277</u>	<u>1,599,277</u>	<u>1,599,277</u>	
Fund balance, ending	<u>\$ 1,606,520</u>	<u>\$ 1,606,520</u>	<u>\$ 1,607,713</u>	

See notes to financial statements.

**EFFINGHAM COUNTY, ILLINOIS**

**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES –  
 MODIFIED CASH BASIS – BUDGETARY COMPARISON STATEMENT –  
 FEDERAL AID MATCHING FUND  
 For the year ended November 30, 2019**

	<u>Budgeted Amounts</u>		<u>Actual Amount</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES:				
Property taxes	\$ 147,000	\$ 147,000	\$ 149,485	\$ 2,485
Capital grants	-	-	98,254	98,254
Interest income	5,000	5,000	27,650	22,650
Other income	-	-	95	95
	<u>152,000</u>	<u>152,000</u>	<u>275,484</u>	<u>123,484</u>
Total revenues				
EXPENDITURES:				
Highways and roads:				
County highway	-	-	12,891	(12,891)
Capital outlay:				
Highways and roads	<u>850,000</u>	<u>850,000</u>	<u>53,366</u>	<u>796,634</u>
	<u>850,000</u>	<u>850,000</u>	<u>66,257</u>	<u>783,743</u>
Total expenditures				
Net change in fund balance	(698,000)	(698,000)	209,227	<u>\$ 907,227</u>
Fund balance, beginning	<u>1,356,234</u>	<u>1,356,234</u>	<u>1,356,234</u>	
Fund balance, ending	<u>\$ 658,234</u>	<u>\$ 658,234</u>	<u>\$ 1,565,461</u>	

See notes to financial statements.

**EFFINGHAM COUNTY, ILLINOIS**

**STATEMENT OF FIDUCIARY NET POSITION – MODIFIED CASH BASIS  
FIDUCIARY FUNDS  
November 30, 2019**

	<u>Private- Purpose Trust Funds</u>	<u>Agency Funds</u>	<u>Total Fiduciary Funds</u>
<b>ASSETS:</b>			
Cash and cash equivalents	\$ 614,432	\$ 2,204,636	\$ 2,819,068
Total assets	<u>614,432</u>	<u>2,204,636</u>	<u>2,819,068</u>
<b>LIABILITIES:</b>			
Due to other governmental units	-	1,923,568	1,923,568
Other liabilities	<u>-</u>	<u>281,068</u>	<u>281,068</u>
Total liabilities	<u>-</u>	<u>2,204,636</u>	<u>2,204,636</u>
Net position held in trust for County Townships' road and bridges	<u>\$ 614,432</u>	<u>\$ -</u>	<u>\$ 614,432</u>

See notes to financial statements.

EFFINGHAM COUNTY, ILLINOIS

STATEMENT OF CHANGES IN FIDUCIARY NET POSITION –MODIFIED CASH BASIS  
FIDUCIARY FUNDS

For the year ended November 30, 2019

	<u>Private- Purpose Trust Funds</u>
ADDITIONS:	
Motor fuel tax	\$ 1,134,263
Operating grants	18,488
Interest	<u>16,536</u>
Total additions	<u>1,169,287</u>
DEDUCTIONS:	
Highway and roads	<u>1,182,767</u>
Total deductions	<u>1,182,767</u>
Change in net position	(13,480)
Net position, beginning of year	<u>627,912</u>
Net position, end of year	<u>\$ 614,432</u>

See notes to financial statements.

## EFFINGHAM COUNTY, ILLINOIS

### NOTES TO THE FINANCIAL STATEMENTS

#### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

As discussed further, the financial statements are prepared on a modified cash basis of accounting. This basis of accounting differs from accounting principles generally accepted in the United States of America (GAAP). Generally accepted accounting principles include all relevant Governmental Accounting Standards Board (GASB) pronouncements.

##### Reporting entity

The County of Effingham, Illinois was organized by the State Legislators on February 15, 1831. The County operates under the County Board form of government and provides the following services: public safety, highways and roads, health and social services, education, culture and recreation services, and general administrative services.

The accompanying financial statements present the County's primary government and component units over which the County exercises significant influence. Component units are legally separate organizations for which the elected officials of Effingham County are financially accountable. Effingham County would be considered financially accountable if it appoints a voting majority of the organization's governing body and (1) it is able to impose its will (significantly influence the programs, projects, activities, or level of services performed or provided by the organization) on the organization or (2) there is a potential for the organization to provide specific financial benefits to, or impose specific financial burdens on Effingham County (i.e. entitled to or can access the organization's resources, is legally obligated or has otherwise assumed the obligation to finance deficits of, or provide financial support to the organization, or is obligated in some manner for the debt of the organization). If an organization is fiscally dependent on Effingham County, the County is considered financially accountable regardless of whether the organization has (1) a separately elected governing board, (2) a governing board appointed by a higher level of government, or (3) a jointly appointed board.

Discretely presented component units are separate legal entities that meet the component unit criteria but do not meet the criteria for blending. Based on the foregoing criteria, the following organization meets the criteria of a component unit of Effingham County and is discretely presented in the County's report:

Emergency Telephone System Board – The County Board members appoint the Emergency Telephone System Board and set the surcharge fee charged to all residents of the County. The Emergency Telephone System Board has been included in the County's reporting entity as a discretely reported component unit. Separate financial statements may be obtained from the County Treasurer's office.

**EFFINGHAM COUNTY, ILLINOIS**

**NOTES TO THE FINANCIAL STATEMENTS**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Basis of Presentation

*Government-wide Financial Statements*

The statement of net position and statement of activities display information about the reporting government as a whole. They include all funds of the reporting entity except for fiduciary funds. The statements distinguish between governmental and business-type activities. Governmental activities generally are financed through taxes, intergovernmental revenues, and other non-exchange revenues. Business-type activities are financed in whole or in part by fees charged to external parties for goods and services. Effingham County's component unit, the Emergency Telephone System Board, operates as a business-type activity.

*Fund Financial Statements*

Fund financial statements of the reporting entity are organized into funds, each of which is considered to be a separate accounting entity. Each fund is accounted for by providing a separate set of self-balancing accounts that constitutes its assets, liabilities, fund balance, revenues, and expenditures. Funds are organized into two major categories: governmental and fiduciary. An emphasis is placed on major funds within the governmental category. A fund is considered major if it is the primary operating fund of the County or meets the following criteria.

- a. Total assets, liabilities, revenues, or expenditures of that individual governmental fund are at least ten percent of the corresponding total for all funds of that category or type, and
- b. Total assets, liabilities, revenues, or expenditures of the individual governmental fund are at least five percent of the corresponding total for all governmental funds combined.

*Governmental Funds*

The County reports the following major governmental funds:

General Fund

The General Fund is the primary operating fund of the County. It is used to account for all activities except those legally or administratively required to be accounted for in other funds. The General Fund includes the General Fund, the TREC Fund, and the Capital Improvement Fund.

**EFFINGHAM COUNTY, ILLINOIS**

**NOTES TO THE FINANCIAL STATEMENTS**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Basis of Presentation (Continued)

Special Revenue Funds

Special Revenue Funds are used to account for the proceeds of the specific revenue sources that are either legally restricted to expenditures for specified purposes or designated to finance particular functions or activities of the County. The reported entity includes the following special revenue funds reported as major funds:

IMRF – This fund is used to account for moneys collected from such sources as property tax, mobile home tax, housing authority rent, replacement tax and County employees for the purpose of funding a retirement plan for County employees.

County Health Fund - This fund is used to account for moneys received from grants and fees charged for health related services and used to finance a wide range of health related services and programs.

County Motor Fuel Tax Fund – This fund is used to account for moneys that are collected from state allotments and state reimbursement for County’s engineer’s salary. These moneys are used for such expenditures as salary, materials, labor, and equipment relative to maintaining County roadways.

County Highway Fund - This fund is used to account for moneys that are collected from such sources as property tax, mobile home tax, and housing authority rent. This fund also receives moneys from other County funds as reimbursement for labor, material, equipment, and other expenditures relative to maintaining County roadways.

Federal Aid Matching Fund - This fund is used to account for moneys that are collected from such sources as property tax, mobile home tax, and housing authority rent and used to match federal dollars for construction projects and finance engineering, utility relocations and right of ways.

Fiduciary Funds

The County reports the following fiduciary funds:

Private-purpose trust funds – The private-purpose trust funds are used to account for resources legally held in trusts for use by townships that are working with the County to build and repair infrastructure such as roads and bridges. All resources of the funds, including any earnings on invested resources, may be used to support the township’s activities. There is no requirement that any portion of these resources be preserved as capital.

Agency Funds – The agency funds are used to account for resources received and held by the County as an agent to be expended or invested in its agency capacity. Agency funds include amounts held by the following offices: the County Collector, the County Clerk, the County Recorder, the Circuit Clerk, the County Sheriff, and other fee offices.

## EFFINGHAM COUNTY, ILLINOIS

### NOTES TO THE FINANCIAL STATEMENTS

#### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

##### Measurement Focus and Basis of Accounting

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

##### *Measurement Focus*

In the government-wide Statement of Net Position and the Statement of Activities, governmental activities are presented using the economic resources measurement focus, within the limitation of the modified cash basis of accounting as defined below.

Governmental fund financial statements utilize the current financial resources measurement focus, as applied to the modified cash basis of accounting. Only current financial assets and liabilities are generally included on their balance sheet. Their operating statements present sources and uses of available spendable financial resources during a given period. These funds use fund balance as their measurement of available spendable financial resources at the end of the period.

##### *Basis of Accounting*

In the government-wide Statement of Net Position and Statement of Activities and the fund financial statements, governmental and component unit activities are presented using a modified cash basis of accounting. This basis recognizes assets, liabilities, net position, revenues, and expenditures when they result from cash transactions with the exception that tangible non-cash assistance is recorded. Fiduciary fund financial statements also report using this same focus and basis of accounting although internal activity is not eliminated in these statements. This basis is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America.

As a result of the use of this modified cash basis of accounting, certain assets and their related revenues (such as accounts receivable and revenue for billed or provided services not yet collected) and certain liabilities and their related expenses (such as accounts payable and expenses for goods or services received but not yet paid, and accrued expenses and liabilities) *are not recorded* in these financial statements. In addition, the post-employment liabilities and related expenses, deferred inflows and deferred outflows, if applicable, are not recorded in these financial statements.

If the County utilized the basis of accounting recognized as generally accepted, the fund financial statements for governmental funds would use the modified accrual basis of accounting. The government-wide financials would be presented on the accrual basis of accounting.

**EFFINGHAM COUNTY, ILLINOIS**

**NOTES TO THE FINANCIAL STATEMENTS**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Assets, Liabilities, and Equity

*Cash and Cash Equivalents*

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

*Loan Receivables*

The county loans money as available to new or expanding businesses within the County in order to encourage economic growth. Loan receivables are stated at amounts due from six loans to various businesses. The non-current portion of loan receivables in the amount of \$47,506 is the amount not expected to be collected within one year.

*Capital Assets, Depreciation, and Amortization*

The County's modified cash basis of accounting reports capital assets resulting from cash transactions and tangible non-cash assistance, and reports depreciation where appropriate. The accounting treatment over property, plant, and equipment (capital assets) depends on whether they are reported in the government-wide or fund financial statements.

In the government-wide financial statements, capital assets are accounted for as assets in the Statement of Net Position. All capital assets are valued at historical cost or estimated historical cost if actual is not available. Prior to December 1, 2006, government funds' infrastructure assets were not capitalized. Infrastructure assets acquired since December 1, 2006 are recorded at cost.

Depreciation of exhaustible capital assets arising from cash transactions is recorded as an allocated expense in the Statement of Activities, with accumulated depreciation reflected in the Statement of Net Position. Depreciation is provided over the assets' estimated useful lives using the straight-line method of depreciation. The capitalization thresholds and range of estimated useful lives by type of assets is as follows:

Equipment	\$ 5,000	7 years
Vehicles under 13,000 gross vehicle weight	\$ 5,000	5 years
Vehicles 13,000 gross vehicle weight or over	\$ 5,000	10 years
Other improvements	\$ 10,000	20 years
Buildings	\$ 10,000	40 years
Asphalt road improvements	\$ 10,000	20 years
Concrete road improvements	\$ 10,000	40 years
New oil and chip roads	\$ 10,000	40 years
Bridges	\$ 10,000	50 years
Other infrastructure	\$ 10,000	20 years

**EFFINGHAM COUNTY, ILLINOIS**

**NOTES TO THE FINANCIAL STATEMENTS**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Assets, Liabilities, and Equity (Continued)

*Capital Assets, Depreciation, and Amortization (Continued)*

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

*Long-term Debt*

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

Long-term debt of governmental funds is not reported as a liability in the fund financial statements. The debt proceeds are reported as other financing sources, and payment of principal, interest, and bond issuance costs (whether or not withheld from the actual debt proceeds received) are reported as debt service expenditures.

In the government-wide financial statements, bond issuance costs are recognized in the current period.

*Equity Classification*

For government-wide statements, equity is classified as net position and displayed in three components.

*Net investment in capital assets* – Consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of bonds, mortgages, notes or other borrowing that are attributable to the acquisition, construction, or improvement of those assets.

*Restricted net position* – Consists of restricted assets reduced by liabilities and deferred inflows of resources related to those assets.

*Unrestricted net position* – The net amounts of the assets, deferred outflows of resources, liabilities, and deferred inflows of resources that are not included in the determination of net investment in capital assets or the restricted component of net position.

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

For fund financial statements, governmental fund equity is classified as fund balance. Fund balance is the difference between assets plus deferred outflows of resources and liabilities plus deferred inflows of resources in a Governmental Fund. The following types of fund balances may be presented in the Governmental Funds Balance Sheet and Governmental Funds Combing Schedule of Accounts:

**EFFINGHAM COUNTY, ILLINOIS**

**NOTES TO THE FINANCIAL STATEMENTS**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Assets, Liabilities, and Equity (Continued)

*Equity Classification (Continued)*

*Nonspendable Fund Balance* – the portion of a Governmental Fund’s fund balance that are not available to be spent, either short term or long term, in either form or through legal restrictions.

*Restricted Fund Balance* – the portion of a Governmental Fund’s fund balance that are externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments, or by law through constitutional provisions or enabling legislation.

*Committed Fund Balance* – the portion of a Governmental Fund’s fund balance with self-imposed constraints or limitations that have been placed at the highest level of decision making (County Board Members). Those committed amounts cannot be used for any other purpose unless the government removes or changes the specified use by taking the same type of formal action it employed to previously commit those amounts.

*Assigned Fund Balance* – the portion of a Governmental Fund’s fund balance to denote an intended use of resources. The intent can be expressed by the County Board Members or by an official or body which the Board delegates authority.

*Unassigned Fund Balance* – available expendable financial resources in a governmental fund that are not designated for a specific purpose.

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

Revenues and Expenditures

*Program Revenues*

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

Culture and Recreation – Grants related to the airport and TREC trails.

General Government - Licenses, permits, document fees, and State of Illinois grants for reimbursements.

Highway and Roads – Reimbursement income from townships and other entities and an operating grant for the County engineer's salary.

**EFFINGHAM COUNTY, ILLINOIS**

**NOTES TO THE FINANCIAL STATEMENTS**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Revenues and Expenditures

*Program Revenues (Continued)*

Public Health and Welfare - Health department, arrestee's medical cost, child support, animal control fees, CASA fees, various health department program grants, rural public transportation grants, and victim witness coordinator grants.

Public Safety - DUI, probation services, states attorney, law library, adult redeploy initiative, and related state and federal grants.

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

*Property Taxes*

Property taxes are levied and attached as an enforceable lien on January 1 and are payable in two installments on September 1 and November 1 subsequent to the year of levy. Major tax payments are received July through October and are recognized when received. The 2018 tax levy ordinance was passed November 20, 2018. Receipts from the 2018 tax levy collected in 2019 are included as revenue in the financial statements.

Internal and Interfund Balances and Activities

In the process of aggregating the financial information for the government-wide statement of net position and statement of activities, some amounts reported as interfund activity and balances in the fund financial statements have been eliminated or reclassified.

For fund financial statements, interfund activity, if any, within and among the governmental fund categories is reported as follows:

Interfund loans - amounts provided with a requirement for repayment are reported as interfund receivables and payables.

Interfund services – sales or purchases of goods and services between funds are reported as revenues and expenditures.

Interfund reimbursements - repayments from funds responsible for certain expenditures to the funds that initially paid for them are not reported as reimbursements but as adjustments to expenditures in the respective fund.

Interfund transfers - flow of assets from one fund to another where repayment is not expected are reported as transfers in and out.

## EFFINGHAM COUNTY, ILLINOIS

### NOTES TO THE FINANCIAL STATEMENTS

#### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

##### Internal and Interfund Balances and Activities (Continued)

For government-wide financial statements, interfund activity and balances, if any, are eliminated or reclassified as follows:

Internal balances - amounts reported in the fund financial statements as interfund receivables and payables are eliminated in the governmental columns of the statement of net position.

Internal activities - amounts reported as interfund transfers in the fund financial statements are eliminated in the government-wide statement of activities.

Primary government and component unit activity and balances - resource flows between the primary government and the discretely-presented component unit are reported as if they were external transactions and are classified separately from internal balances and activities within the primary government.

##### Use of Estimates

The preparation of financial statements in conformity with the modified cash basis of accounting used by the County requires management to make estimates and assumptions that affect certain reported amounts and disclosures; accordingly, actual results could differ from those estimates.

#### 2. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

##### Budgetary Information

###### *Budget Policy and Practice*

Prior to September 1, County officers submit to the County Board Budget Committee, proposed operating budgets for their respective offices for the fiscal year commencing the following December 1. The Budget Committee then presents a model budget to the entire County Board for approval by October 1. This Board approved budget is posted for public examination. Prior to November 15, a public hearing is conducted to obtain taxpayer comments. Finally, the County Board approves the budget before the fiscal year begins.

Each fund's appropriated budget is prepared on a detailed line item basis. Revenues are budgeted by source. Expenditures are budgeted by department and class as follows: personal services, contractual services, commodities, capital outlay, and transfers. This constitutes the legal level of control. Expenditures may not exceed appropriations at this level. Budget revisions at this level are subject to final review by the County Board. Within these control levels, management may transfer appropriations without Board approval. Revisions to the budget were made throughout the year.

## EFFINGHAM COUNTY, ILLINOIS

### NOTES TO THE FINANCIAL STATEMENTS

#### 2. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY (CONTINUED)

##### Budgetary Information (Continued)

##### *Budget Policy and Practice* (Continued)

The budgets for the operating funds are prepared on the cash receipts and disbursements basis of accounting. Revenues are budgeted in the year receipt is expected; and expenditures, which include encumbrances, are budgeted in the year that the cash is disbursed. The budgetary comparison and actual fund statements are reported on the modified cash basis of accounting. Unencumbered appropriations for annually budgeted funds lapse at fiscal year-end.

The authority to spend funds of the County motor fuel tax fund is determined by the Illinois Department of Transportation and therefore, the motor fuel tax fund is not included in the budgetary statement.

#### 3. CASH

All county moneys shall be invested in one or more of the following: (a) interest-bearing savings accounts, interest-bearing certificates of deposit or interest-bearing time-deposits constituting direct obligations of any bank as shall have been selected and designated under the term of this Division and as shall have complied with the requirements thereof; (b) shares or other forms of securities legally issuable by savings and loan associations incorporated under the laws of this State or any other state or under the laws of the United States, provided such shares or securities are insured by the Federal Savings and Loan Insurance Corporation; (c) bonds, notes, certificates of indebtedness, treasury bills or other securities now or hereafter issued, which are guaranteed by the full faith and credit of the United States of America as to principal and interest; (d) short term discount obligations of the Federal National Mortgage Association.

Custodial Credit Risk – Custodial credit risk for deposits is the risk that, in the event of a failure of a depository financial institution, the government will not be able to recover its deposits or will not be able to recover collateral securities that are in the possession of an outside party. Deposits in federally insured banks and savings and loans are insured up to \$250,000 per custodian. It is the County's policy to collateralize all of the component unit's and fiduciary's deposits, as well as the County's own deposits, using the same identification. As of November 30, 2019, the County's bank balances totaled \$16,984,019 of which \$1,307,448 was insured by federal depository insurance, \$15,646,800 was collateralized with securities held by the pledging financial institutions, and \$29,771 was uncollateralized and uninsured. Included in the total bank balance, \$800,330 and \$3,095,883 were bank balances for the component unit and fiduciary funds, respectively.

At year end, the County held \$291,626 in Illinois Funds, which is a local government investment pool operated by the Illinois State Treasurer's Office. The Illinois Funds, which is stated to be managed in a manner generally consistent with SEC regulated Rule 2a-7 money market funds, has a Standard & Poor's rating of AAAM. It maintains a constant net asset value of \$1.00 by investing in short-term securities with average maturities sufficiently short to avoid market price risk.

**EFFINGHAM COUNTY, ILLINOIS**

**NOTES TO THE FINANCIAL STATEMENTS**

4. CAPITAL ASSETS

Capital asset activity for the year ended November 30, 2019 was as follows:

	<u>Balance, 11/30/18</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance, 11/30/19</u>
Capital assets, not being depreciated:				
Construction in progress	\$ 379,482	\$ 863,555	\$ 654,632	\$ 588,405
Land	<u>2,354,175</u>	<u>-</u>	<u>-</u>	<u>2,354,175</u>
Total capital assets, not being depreciated	<u>2,733,657</u>	<u>863,555</u>	<u>654,632</u>	<u>2,942,580</u>
Capital assets, being depreciated:				
Buildings and improvements	18,507,935	670,037	-	19,177,972
Equipment and furnishings	3,353,557	371,201	125,000	3,599,758
Highway improvements	59,202,235	-	-	59,202,235
Vehicles	<u>1,453,843</u>	<u>277,707</u>	<u>98,085</u>	<u>1,633,465</u>
Total capital assets, being depreciated	<u>82,517,570</u>	<u>1,318,945</u>	<u>223,085</u>	<u>83,613,430</u>
Less accumulated depreciation:				
Buildings and improvements	6,370,411	502,402	-	6,872,813
Equipment and furnishings	2,601,684	234,521	125,000	2,711,205
Highway improvements	50,926,686	400,410	-	51,327,096
Vehicles	<u>699,925</u>	<u>230,761</u>	<u>95,910</u>	<u>834,776</u>
Total accumulated depreciation	<u>60,598,706</u>	<u>1,368,094</u>	<u>220,910</u>	<u>61,745,890</u>
Total capital assets, being depreciated, net	<u>21,918,864</u>	<u>(49,149)</u>	<u>2,175</u>	<u>21,867,540</u>
Leased equipment under capital leases	233,097	-	-	233,097
Less: Accumulated amortization	<u>147,073</u>	<u>33,300</u>	<u>-</u>	<u>180,373</u>
Leased property under capital leases, net	<u>86,024</u>	<u>(33,300)</u>	<u>-</u>	<u>52,724</u>
Capital assets, net	<u>\$ 24,738,545</u>	<u>\$ 781,106</u>	<u>\$ 656,807</u>	<u>\$ 24,862,844</u>

**EFFINGHAM COUNTY, ILLINOIS**

**NOTES TO THE FINANCIAL STATEMENTS**

4. CAPITAL ASSETS (CONTINUED)

Depreciation and amortization expense was charged to functions as follows in the Statement of Activities:

Culture and recreation	\$ 267,998
General government	408,889
Highways and streets	427,778
Public health and welfare	117,449
Public safety	<u>179,280</u>
 Total depreciation and amortization expense	 <u><u>\$ 1,401,394</u></u>

The County had the following construction in progress at November 30, 2019:

The County is in the preliminary engineering phase of Phase 2 improvements to West Evergreen Avenue. The estimated construction cost is \$3.5 million. As of November 30, 2019, \$356,787 had been incurred on this project.

The County is in the preliminary engineering phase of the Lake Sara Bridge project. The estimated construction cost is \$338,000. As of November 30, 2019, \$12,986 had been incurred on this project.

The County is in the construction phase of the Winterrowd Bridge project. The estimated construction cost is \$395,000. As of November 30, 2019, \$218,632 has been incurred on this project.

5. LONG-TERM DEBT AND DEBT SERVICE REQUIREMENTS

Capital Leases

*Radios and Consolette*

The County entered into a capital lease agreement for the purchase of 25 mobile radios, 28 portables, and a consolette. The lease was dated July 1, 2013 for \$233,097 and is due July 1, 2020. The County makes yearly installments of \$39,181 at an interest rate of 4.16%. With thirty days written notice, the County has the option to purchase the property at a price of the remaining balance and all accrued and unpaid interest per the contract on that date.

**EFFINGHAM COUNTY, ILLINOIS**

**NOTES TO THE FINANCIAL STATEMENTS**

5. LONG-TERM DEBT AND DEBT SERVICE REQUIREMENTS (CONTINUED)

Capital Leases (Continued)

*Summary*

Obligations of the County under the capital leases at November 30, 2019, were as follows:

Year ending November 30,	<u>Radios</u>
2020	<u>39,181</u>
Total minimum lease payments	39,181
Less: Amount representing interest costs	<u>(1,594)</u>
Present value of minimum lease payments	<u>\$ 37,587</u>

6. CHANGES IN LONG-TERM LIABILITIES

Long-term liability activity for the year ended November 30, 2019 was as follows:

	<u>Balance</u> <u>11/30/18</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance</u> <u>11/30/19</u>	<u>Due Within</u> <u>One Year</u>
<u>Primary Government:</u>					
Capital leases	<u>\$ 73,646</u>	<u>\$ -</u>	<u>\$ 36,059</u>	<u>\$ 37,587</u>	<u>\$ 37,587</u>
Total primary government	<u>\$ 73,646</u>	<u>\$ -</u>	<u>\$ 36,059</u>	<u>\$ 37,587</u>	<u>\$ 37,587</u>

7. NET POSITION

The County has \$8,888,824 of restricted net position, all of which are restricted by enabling legislation and contributors.

**EFFINGHAM COUNTY, ILLINOIS**

**NOTES TO THE FINANCIAL STATEMENTS**

8. INTERFUND TRANSFERS

The County transfers funds to Special Revenue funds to subsidize operation of such funds. Transfers between funds of the primary government funds for the year ended November 30, 2019 were as follows:

	<u>Transfers In</u>	<u>Transfers Out</u>
Major Funds:		
General	\$ 7,500	\$ 15,957
Nonmajor Funds:		
Violent Crime Assistance	15,957	-
Hotel-Motel Tax Fund	-	7,500
	<u>\$ 23,457</u>	<u>\$ 23,457</u>

Transfers out of the General fund and Hotel-Motel Tax fund support the programs of the Violent Crime Assistance and the Trec Trail, respectively.

9. RETIREMENT PLANS

IMRF Plan Description

Effingham County’s defined benefit pension plan provides retirement and disability benefits, post-retirement increases, and death benefits to plan members and beneficiaries. Effingham County’s plan is managed by the Illinois Municipal Retirement Fund (IMRF), the administrator of an agent multi-employer public pension fund. A summary of IMRF’s pension benefits is provided in the “Benefits Provided” section of this document. Details of all benefits are available from IMRF. Benefit provisions are established by statute and may only be changed by the General Assembly of the State of Illinois. IMRF issues a publicly available Comprehensive Annual Financial Report that includes financial statements, detailed information about the pension plan’s fiduciary net position, and required supplementary information. The report is available for download at [www.imrf.org](http://www.imrf.org).

Benefits Provided

IMRF has three benefit plans. The vast majority of IMRF members participate in the Regular Plan (RP). The Sheriff’s Law Enforcement Personnel (SLEP) plan is for sheriffs, deputy sheriffs, and selected police chiefs. Effingham County adopted the Elected County Official (ECO) plan for officials elected prior to August 8, 2011 (the ECO plan was closed to new participants after that date). As of November 30, 2018, the County no longer has any elected officials participating in the ECO plan.

**EFFINGHAM COUNTY, ILLINOIS**

**NOTES TO THE FINANCIAL STATEMENTS**

9. RETIREMENT PLANS (CONTINUED)

Benefits Provided (Continued)

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

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

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

Employees Covered by Benefit Terms

As of December 31, 2018, the following employees were covered by the benefit terms:

	RP	SLEP	ECO
Retirees and beneficiaries currently receiving benefits	129	15	15
Inactive plan members entitled to but not yet receiving benefits	121	7	2
Active plan members	147	19	0
Total	397	41	17

**EFFINGHAM COUNTY, ILLINOIS**

**NOTES TO THE FINANCIAL STATEMENTS**

9. RETIREMENT PLANS (CONTINUED)

Contributions

As set by statute, Effingham County's retirement plan members are required to contribute a percentage of their annual covered salary – 4.5% regular plan and 7.5% SLEP and ECO plans. The statute requires employers to contribute the amount necessary, in addition to member contributions, to finance the retirement coverage of its own employees. Effingham County's annual contribution rates for calendar years 2019 and 2018 were 8.38% and 10.69% respectively for the regular plan, 18.68% and 20.98% respectively for the SLEP plan, and 196.22% and 235.69% respectively for the ECO plan. For the fiscal year ended November 30, 2019, Effingham County contributed \$520,280 to the regular plan, \$227,887 to the SLEP plan, and there were no contributions to the ECO plan. The County also contributes for disability benefits, death benefits, and supplemental retirement benefits, all of which are pooled at the IMRF level. Contribution rates for disability and death benefits are set by IMRF's Board of Trustees, while the supplemental retirement benefits rate is set by statute.

10. OTHER POST-EMPLOYMENT BENEFITS

Plan Description

Effingham County provides a single-employer defined-benefit postemployment healthcare plan to retirees who participate in the IMRF retirement plan. This plan extends the same health benefits to annuitants as to active employees in the IMRF plan. The plan is not accounted for as a trust fund, as an irrevocable trust has not been established to account for the plan. The plan does not issue a separate report.

Benefits Provided

Effingham County provides continued health insurance coverage at the blended employer rate to all eligible Effingham County retirees which creates an implicit subsidy of retiree health insurance. Effingham County offers the Blue Cross Blue Shield PPO Plan to full-time IMRF employees. Retirees pay the full cost of coverage and may continue to be covered under Effingham County's plan past Medicare eligibility. Eligible spouse or dependent coverage may continue should the retiree coverage terminate under COBRA provisions when an applicable qualifying event occurs. The spouse or dependent is responsible for the full cost of the coverage and may continue to be covered under Effingham County's plan past Medicare eligibility.

Effingham County provides dental, vision, and life insurance coverage to all eligible employees. Retirees may continue dental or vision coverage into retirement. The retiree is responsible for the full premium cost of coverage for the dental and vision plans. Life insurance is not available to retirees.

**EFFINGHAM COUNTY, ILLINOIS**

**NOTES TO THE FINANCIAL STATEMENTS**

10. OTHER POST-EMPLOYMENT BENEFITS (CONTINUED)

Membership

At November 30, 2019 membership consisted of:

Active employees	110
Inactive employees currently receiving benefit payments	21
Inactive employees entitled to but not yet receiving benefit payments	0
Total	131

Contributions

All retirees contribute 100% of the blended premium to the plan. The employer contributions and benefit payments are related to the increase in active premiums due to the presence of retirees in the determination of blended retiree/active premiums.

11. INSURANCE

Insurance Company/ Insurance Carrier	Expiration Date		Amount of Coverage
Arthur J. Gallagher/ CIRMA	11/30/2019	<b><u>Property</u></b> Overall Blanket Limit	\$ 250,000,000
		Businesss Personal Property	included
		Property In The Open	included
		Co-Insurance Percentage	100%
		Earthquake	11,000,000
		Earthquake Deductible	1,000
		Flood Coverage	11,000,000
		Flood Deductible	1,000
		Mine Subsidence	1,000,000
		Ordinance of Law Coverage	yes
		Coverage A	3,000,000
		Coverage B	included
		Coverage C	included
		Extra Expense	2,000,000

**EFFINGHAM COUNTY, ILLINOIS**

**NOTES TO THE FINANCIAL STATEMENTS**

11. INSURANCE (CONTINUED)

<u>Insurance Company/ Insurance Carrier</u>	<u>Expiration Date</u>		<u>Amount of Coverage</u>
Arthur J. Gallagher/ CIRMA	11/30/2019	<b><u>Boiler &amp; Machinery</u></b>	
		Per Accident	100,000,000
		Deductible Per Occurrence	1,000
		Extra Expense	Included
Arthur J. Gallagher/ CIRMA	11/30/2019	<b><u>General Liability</u></b>	
		General Aggregate Limit	none
		Each Occurrence Limit	included
		Products-Completed Operations	2,000,000
		Personal and Advertising - Injury Limit	included
		Damage to Premises Rented to You	included
		Medical Expense Limit	included
Deductible per Occurrence	-		
Arthur J. Gallagher/ CIRMA	11/30/2019	<b><u>Employee Benefits Liability</u></b>	
		Annual Aggregate	2,000,000
		Each Claim	2,000,000
		Deductible per Occurrence	-
		Retroactive Date	1/1/1986
Arthur J. Gallagher/ CIRMA	11/30/2019	<b><u>Sexual Misconduct or Sexual Molestation</u></b>	
		Annual Aggregate	2,000,000
		Each Claim	2,000,000

**EFFINGHAM COUNTY, ILLINOIS**

**NOTES TO THE FINANCIAL STATEMENTS**

11. INSURANCE (CONTINUED)

<u>Insurance Company/ Insurance Carrier</u>	<u>Expiration Date</u>		<u>Amount of Coverage</u>
Arthur J. Gallagher/ CIRMA	11/30/2019	<b><u>Crime</u></b>	
		Employee Theft - Blanket Limit	500,000
		Deductible Per Occurrence	1,000
		Forgery or Alteration	500,000
		Deductible Per Occurrence	1,000
		Computer Fraud Coverage	100,000
		Deductible Per Occurrence	1,000
		Theft, Disapperance, and Destruction	-
		Inside Premises	500,000
		Outside Premises	500,000
		Deductible per Occurrence	1,000
Arthur J. Gallagher/ CIRMA	11/30/2019	<b><u>Inland Marine</u></b>	
		Computer hardware, Software, Related Equip	150,000
		Media Expense	150,000
		Extra Expense	150,000
		Bush Hog Left - Batwing	included
		Bush Hog Right - Batwing 2610 L	included
		Case Loader with Backhoe	included
		Fencing/Signs - Lights	included
		Galion Asphalt Roller, 4-6 Ton	included
		HY PAC 4-6 Ton Roller C330B	included
		John Deere Motor - Grader/Scarif 772CH	included
		John Deere Grader with Scarif & Plow 672A	included
		John Deere Wheel Loader 544G	included
		Kubota Tractor B1700	included
		Massey Ferguson 5455 with Front Loader	included
		Massey Ferguson Tractor 5455	included
		New Holland Tractor TL90	included
		Total Patcher	included
		Canine, Hungarian Visela (Jaegar)	included

**EFFINGHAM COUNTY, ILLINOIS**

**NOTES TO THE FINANCIAL STATEMENTS**

11. INSURANCE (CONTINUED)

<u>Insurance Company/ Insurance Carrier</u>	<u>Expiration Date</u>		<u>Amount of Coverage</u>
Arthur J. Gallagher/ CIRMA	11/30/2019	<b><u>Inland Marine (continued)</u></b>	
		Baldor 100KW Mobile Generator (Engine # P1210180006)	included
		60KW Mobile Generator 9Engine # PFE5030L038593)	included
		60KW Mobile Generator 9Engine # PFE5030L038601)	included
		60KW Mobile Generator 9Engine # PFE5030L038671)	included
		60KW Mobile Generator 9Engine # PFE5030L038674)	included
		60KW Mobile Generator 9Engine # PFE5030L038675)	included
		DSLR Pro Nighthawk Thermal Imaging Aerial Drone (Search & Rescue & Rural Fire Department Use, EMA)	included
		Deductible Per Occurrence	1,000
Arthur J. Gallagher/ CIRMA	11/30/2019	<b><u>Auto</u></b>	
		Liability Limit	2,000,000
		Medical Payments	5,000
		Uninsured Limit	2,000,000
		Underinsured Limit	included
		Deductible per Occurrence	-
		Comprehensive	1,000
		Collision	1,000
Arthur J. Gallagher/ CIRMA	11/30/2019	<b><u>Umbrella</u></b>	
		Aggregate Limit	8,000,000
		Occurrence Limit	8,000,000
		SIR	-
		<u>Covered By Umbrella</u>	
		General Liability, Auto Liability, Employers Liability (Worker's Compensation), Public Officials Liability, Police Professional Liability, Employee Benefits Liability, Sexual Abuse & Molestation	

**EFFINGHAM COUNTY, ILLINOIS**

**NOTES TO THE FINANCIAL STATEMENTS**

11. INSURANCE (CONTINUED)

<u>Insurance Carrier</u>	<u>Date</u>		<u>Coverage</u>
Arthur J. Gallagher/ CIRMA	11/30/2019	<b><u>Worker's Compensation</u></b>	
		Bodily Injury by Accident (Each Accident)	2,000,000
		Bodily Injury by Disease (Each Employee)	2,000,000
		Bodily Injury by Disease (Policy Limit)	2,000,000
		<u>Class Code</u>	<u>Rate Per \$100</u>
			<u>Payroll</u>
		5506 - Street & Road	8.99 499,039
		7720 - Police Officers	2.28 337,647
		8601 - Architect / Engineer	0.44 113,528
		8810 - Clerical	0.14 1,747,416
		8820 - Attorney	0.12 679,889
		8831 - Animal Control	1.32 0
		8832 - Physicians	0.39 553,343
		8835 - Public Health	2.22 0
		9015 - Buildings NOC	3.33 131,825
		9410 - Municipal NOC	4.54 283,233
		Experience Modification	0.91
Arthur J. Gallagher/ CIRMA	11/30/2019	<b><u>Public Officials Liability</u></b>	
		Aggregate Limit	2,000,000
		Occurrence Limit	2,000,000
		Deductible per Occurrence	-
		EPLI Deductible	-
		Policy Form	claims made
		Retroactive Date	1/1/1986
Arthur J. Gallagher/ CIRMA	11/30/2019	<b><u>Police Professional Liability</u></b>	
		Aggregate Limit	none
		Each Claim Limit	2,000,000
		Deductible per Occurrence	-
		Policy Form	occurrence
		Retroactive Date	N/A

**EFFINGHAM COUNTY, ILLINOIS**

**NOTES TO THE FINANCIAL STATEMENTS**

11. INSURANCE (CONTINUED)

<u>Insurance Company/ Insurance Carrier</u>	<u>Expiration Date</u>		<u>Amount of Coverage</u>
Arthur J. Gallagher/ CIRMA	11/30/2019	<b><u>Cyber Liability Coverage</u></b>	
		Information Security & Privacy Liability Aggregate	15,000,000
		Policy Regulatory Aggregate	1,200,000
		Policy Event Management	1,200,000
		Policy Cyber Extortion	15,000,000
		Retention Per Member	15,000
		Notification and Monitoring	100 Minimum Persons
		Continuity Date	12/1/2013
		<b><u>Additional Coverages</u></b>	-
		Information Security & Privacy Liability	1,000,000
		Regulatory Defense & Privacy Liability	100,000
		Cyber Extortion	1,000,000
		Event Management Sub-Limit (Forensics, Legal, & PR Expenses)	100,000
		Breach Response	Outside the Policy Limit
		Per Person Privacy Event (Notification, Credit Monitoring, ID Theft Services)	50,000 affected persons
		Deductible Per Occurrence	15,000
Arthur J. Gallagher/ CIRMA	11/30/2019	<b><u>Public Official Bonds</u></b>	
		Circuit Clerk, John P. Niemerg:	250,000
		Treasurer, Steven W. Dasenbrock:	500,000
		Collector, Steven W. Dasenbrock:	500,000
		Supervisor of Assessments, Pamela Braun:	2,000
		Sheriff, David Mahon:	10,000
		State's Attorney, Bryan M. Kibler:	5,000
		County Clerk, Kerry Hirtzel:	20,000
		Recorder, Kerry Hirtzel:	10,000
		Coroner, Kim Rhodes:	5,000

**EFFINGHAM COUNTY, ILLINOIS**

**NOTES TO THE FINANCIAL STATEMENTS**

11. INSURANCE (CONTINUED)

<u>Insurance Company/ Insurance Carrier</u>	<u>Expiration Date</u>		<u>Amount of Coverage</u>
Arthur J. Gallagher/ ACE	11/30/2019	<b><u>Airport Liability</u></b> Products-Completed Operations Aggregate Limit Personal & Advertising Injury Malpractice Aggregate Limit Each Occurrence Limit Extended Coverage - War, Hijacking, and Other Perils Fire Damage Limit Any One Fire Medical Expense Limit Any One Person Hangar Keepers Limit Any One Occurrence Hangar Keepers Limit Any One Aircraft Non-Owned Aircraft Liability Each Occurrence Limit Deductible - Aggregate Limit Deductible - Each Occurrence or Offense Limit	3,000,000 3,000,000 3,000,000 3,000,000 3,000,000 3,000,000 50,000 3,000 3,000,000 3,000,000 3,000,000 - -
Arthur J. Gallagher/ Lloyd's of London	11/30/2019	<b><u>Terrorism</u></b> Aggregate Limit Deductible Per Occurrence	41,229,740 25,000
Arthur J. Gallagher/ CIRMA	11/30/2019	<b><u>CIRMA Loss Fund &amp; Fees and Surplus Fees</u></b>	
Weis/CNA Surety	5/16/2021	<b><u>Public Official Schedule Bond (Health Dept)</u></b> Principal: Public Health Administrator Principal: Finance Coordinator Bond Number: 58138448  *The Bond is written on a three (3) year policy term, from May 16, 2018 through May 16, 2021.	5,000 5,000

**EFFINGHAM COUNTY, ILLINOIS**

**NOTES TO THE FINANCIAL STATEMENTS**

11. INSURANCE (CONTINUED)

Insurance Company/ Insurance Carrier	Expiration Date		Amount of Coverage
Mihlbachler/USLI	9/27/2022	<b><u>Veterans Assistance Commission of Effingham County</u></b>	
		Aggregate Limit	1,000,000
		Each Claim	1,000,000
		Deductible per Occurrence	-

12. RELATED PARTY TRANSACTIONS

Operating Lease

In 2019, Effingham County leased office space and personnel services to the 911 Board for \$93,820. The 911 Board uses the office space to conduct a portion of its operations. The lease runs through the fiscal year ending November 30, 2019 with a price increase of three percent in the fiscal years ending 2017 and 2018 and two percent in 2019. At the end of the lease, the 911 Board has the option to renew the lease with a price increase of two percent each year the lease is renewed.

13. CONTINGENCIES, RISKS, AND UNCERTAINTIES

Federal and State Grants

In the normal course of operation, the County receives grants funds from various federal and state agencies. The grant programs are subject to audit by agents of the granting authorities, the purpose of which is to ensure compliance with conditions precedent to the granting funds. Any liability for reimbursement which may arise as the result of these audits is not believed to be material.

State and Local Revenues

The county receives a substantial amount of revenues from state and local governments that are affected by the state and local economies. See note 18 for further details.

Risk Management

The County is exposed to various risks of loss related to torts; theft of, damage to, or destruction of assets; errors and omissions; injuries to employees; employees' health and life; and natural disasters for which the County carries commercial insurance. There have been no significant reductions in insurance coverage. Settlement amounts have not exceeded insurance coverage for the current or prior three years.

**EFFINGHAM COUNTY, ILLINOIS**

**NOTES TO THE FINANCIAL STATEMENTS**

13. CONTINGENCIES (CONTINUED)

Claims and Uncertainties

In recent years, over fifty County employees resigned from union membership in the Laborers' International Union of North America (LIUNA). LIUNA has requested pension contributions from the County allowed by the Employee Retirement Income Security Act of 1974. The County is currently negotiating this matter with LIUNA. The estimated maximum liability is \$430,000.

The County is a defendant in litigation involving a dispute with Lakeside EMS over ambulance service in Effingham County, specifically non-emergency transfers, amidst an existing prohibition in the County's ambulance ordinance. The County has filed a motion to dismiss the lawsuit. If damages, other than punitive, are awarded to the plaintiff, the County's assurance policy limits their exposure to \$100,000. In addition, the County is responsible for its legal fees related to the dispute. The County intends to contend the case vigorously.

The County reports their financial information in accordance with the modified cash basis of accounting, and accordingly, accrued liabilities would not be recorded if the risk of loss in the above items were determined to be probable.

14. EXCESS OF EXPENDITURES OVER APPROPRIATIONS IN INDIVIDUAL FUNDS

In adult redeploy initiative fund, expenditures of \$503,504 exceeded appropriations of \$439,003. In the extension education fund, expenditures of \$95,717 exceeded appropriations of \$94,000. In the coroner fund, expenditures of \$29,998 exceeded appropriations of \$4,000. In the mental deficient persons fund and the mental health program fund, expenditures of \$135,572 exceeded appropriations of \$133,755 for each fund. In the drug court fund, expenditures of \$6,002 exceeded appropriations of \$6,000. In the circuit clerk operations fund, expenditures of \$42,640 exceeded appropriations of \$0.

15. DEFICIT FUND BALANCES

The following individual fund carried the following deficit fund balance as of November 30, 2019:

Adult Redeploy Initiative	\$126,852
Pet Population Control	\$503

In October 2018, the County started requiring the four other counties included in the Adult Redeploy Initiative grant to reimburse Effingham County for their share of monthly expenditures that Effingham County pays up front. This will reduce the deficit to only Effingham County's share of expenditures that have not been reimbursed by the state. The County expects to reduce the remaining deficit in the adult redeploy initiative by receiving past due grant payments from the State of Illinois in future periods. They also expect to receive revenues in the next fiscal year to cover the deficit in the pet population control fund.

## EFFINGHAM COUNTY, ILLINOIS

### NOTES TO THE FINANCIAL STATEMENTS

#### 16. PAYABLES AND RECEIVABLES WITHIN THE REPORTING ENTITY

The General Fund loaned \$126,852 to the Adult Redeploy Initiative Fund and \$503 to the pet population to cover a shortfall of funds. The funds are expected to be repaid to the General Fund in future periods when past due grant moneys are received in the adult redeploy initiative fund and from revenues in the following fiscal year in the pet population control fund.

#### 17. TAX ABATEMENTS

Property tax abatement agreements are entered into with local businesses within the Effingham/Effingham County Enterprise Zone created in 2018 under the Illinois Enterprise Zone Act of 1982. Under the Act, taxing districts may order the county clerk to abate any portion of its taxes on real property, or on any particular class thereof, located within a zone and upon which new improvements have been constructed or upon which existing improvements have been renovated or rehabilitated. The abatement applies only to taxes on the increase in assessed value attributable to the new construction, renovation or rehabilitation. Taxes based on the assessed value of the land and existing improvements continue to be extended and collected. Abatements are obtained through application and equal 100 percent of the increase in tax above the property base value for three years for commercial projects and seven years for industrial projects. This abatement period shall not extend beyond the “life” of the Enterprise Zone, which currently expires December 31, 2032.

Property tax abatement agreements are also entered into with local businesses within the Altamont Enterprise Zone created in 1991 under the Illinois Enterprise Zone Act of 1982. Under the Act, taxing districts may order the county clerk to abate any portion of its taxes on real property, or on any particular class thereof, located within a zone and upon which new improvements have been constructed or upon which existing improvements have been renovated or rehabilitated. The abatement applies only to taxes on the increase in assessed value attributable to the new construction, renovation or rehabilitation. Taxes based on the assessed value of the land and existing improvements continue to be extended and collected. Abatements are obtained through application and equal 100 percent of the increase in tax above the property base value for five years for residential and commercial projects and ten years for industrial projects. This abatement period shall not extend beyond the “life” of the Enterprise Zone, which currently expires December 31, 2021.

For the fiscal year ended November 30, 2019, property taxes totaling \$152,245 were abated for the 2018 tax year.

#### 18. SUBSEQUENT EVENT

Subsequent to November 30, 2019, local, U.S., and world governments have encouraged self-isolation to curtail the spread of the global pandemic, coronavirus disease (COVID-19), by mandating temporary work stoppage in many sections and imposing limitations on travel and size and duration of group meetings. Most industries are experiencing disruption to business operations and the impact of reduced consumer spending. There is unprecedented uncertainty surrounding the duration of the pandemic, its potential economic ramifications, and any government actions to mitigate them. Accordingly, it is likely that the County’s financial position and results of future operations will be adversely affected; however, the extent of that impact will depend on future developments.

**COMBINING AND INDIVIDUAL FUND STATEMENTS AND SCHEDULES**

## **EFFINGHAM COUNTY, ILLINOIS**

### **DESCRIPTIONS – NONMAJOR GOVERNMENTAL FUNDS**

#### SPECIAL REVENUE FUNDS

Special revenue funds are used to account for specific revenues that are legally restricted to expenditures for a particular purpose.

Circuit Court Clerk Operation and Administration Fund - This fund is used to offset the costs incurred by the Circuit Court Clerk in performing the additional duties required to collect and disburse funds to entities of state and local government.

Violent Crime Victims Assistance Fund - This fund is used to account for grant moneys received that are specifically restricted to expenditures that are used in assisting crime victims.

DUI Equipment Fees Fund - This fund is used to account for moneys that are collected through costs assessed by the court in DUI cases and used specifically for the purchase of equipment used in making DUI arrests.

Geographic Information System Fund - This fund is used to account for moneys that are collected from recording fees and grant moneys and used solely for equipment, materials and the necessary expenses incurred in maintaining a geographic information system.

Arrestee's Medical Costs Fund - This fund is used to account for moneys that are collected from defendants for convictions, or order of supervision for a criminal violation and used solely to pay for required medical care of persons held in custody of the County.

Extension Education Fund - This fund is used to account for moneys collected from such sources as property tax, mobile home tax and housing authority rent and used for the County's share of expenses for extension education.

Drug Court Fund - This fund is used to account for moneys collected from fees charged by the Circuit Clerk to defendants on a judgment of guilty or a grant of supervision under Section 5-9-1 of the Unified Code of Corrections. This money is to be used to provide for the maintenance and defray the cost associated with the Effingham County Drug Court.

Veterans Assistance Commission Fund - This fund is used to account for moneys collected from such sources as property tax, mobile home tax and housing authority rent and used to provide financial aid to County veterans.

Tax Sale Automation Fund - This fund is used to account for moneys collected from fees charged on delinquent property tax sold on the tax sale and also moneys collected from duplicate tax bills requested by mortgage lenders. These moneys are used solely for the purpose of tax automation and training in the County Treasurer's Office.

## EFFINGHAM COUNTY, ILLINOIS

### DESCRIPTIONS – NONMAJOR GOVERNMENTAL FUNDS

#### SPECIAL REVENUE FUNDS (CONTINUED)

Probation Services Fund - This fund is used to account for moneys collected from fees charged to individuals that have been placed on probation through the court systems and is used specifically for the purpose of paying all costs relative to the operation of the County's Probation Department.

Insurance Fund - This fund is used to account for moneys collected from such sources as property tax, mobile home tax, housing authority rent, and replacement tax and used to cover expenses relating to tort liability, insurance, and risk management programs.

Circuit Clerk Document Storage Fund - This fund is used to account for moneys collected from fees charged by the Circuit Clerk to individuals with judgments of guilty or grants of supervision involved in civil or criminal cases. These moneys are used to cover all expenses related to maintaining the storage of court documents.

Recorder Document Storage System Fund - This fund is used to account for moneys collected by the County Recorder through fees charged for recording documents. These moneys are used to purchase and maintain computer equipment used for recording and storing such documents.

Vital Record Storage System Fund - This fund is used to account for moneys collected by the County Clerk through fees charged for birth, death and marriage certificates and marriage licenses. These moneys are used to purchase and maintain computer equipment used for storing such documents.

Working Cash Fund - This fund was created to enable the County to have in its treasury at all times sufficient money to meet demands for ordinary and necessary expenditures for general corporate purposes.

Drug Prevention & Apprehension Fund - This fund is used to account for moneys collected from prosecutions resulting in forfeited funds. These funds are used to pay for all expenses relative to the enforcement of the Cannabis Control Act and the Controlled Substances Act for drug enforcement purposes.

Law Library Fund - This fund is used to account for moneys collected from civil cases filed with the Circuit Clerk and used to purchase and maintain materials and equipment used in the law library.

Mental Deficient Persons Fund - This fund is used to account for moneys collected from such sources as property tax, mobile home tax, housing authority rent and replacement tax and used for the County's share of expenses for the planning, funding and monitoring of mental deficient services in the area.

Mental Health Program Fund - This fund is used to account for moneys collected from such sources as property tax, mobile home tax, housing authority rent and replacement tax and used for the County's share of expenses for the planning, funding and monitoring of mental health services in the area.

Revolving Loan Fund – This fund is used to account for loans provided to businesses to promote economic development.

## **EFFINGHAM COUNTY, ILLINOIS**

### **DESCRIPTIONS – NONMAJOR GOVERNMENTAL FUNDS**

#### SPECIAL REVENUE FUNDS (CONTINUED)

Child Support Collection Fund - This fund is used to account for fees collected by the Circuit Clerk from persons making maintenance and child support payments and used to administer the collection and distribution system for child support payments.

Victim Impact Panel Fund - This fund is used to account for moneys received from alcohol abuse related offenders and is used to finance educational preventive programs.

Court Automation Fund - This fund is used to account for moneys collected by the Circuit Clerk from traffic fines and used specifically for purchasing and maintaining equipment in the court systems.

Hotel-Motel Tax Fund - This fund is used to account for moneys collected from a tax imposed on those engaged in the business of operating a hotel or motel in the County and is used solely to promote tourism, conventions, expositions, theatrical, sports, cultural and other special events within the County and otherwise to attract non-residents to visit the County.

Sheriff Drug Prevention and Apprehension Fund - This fund is used to account for moneys that are confiscated through drug seizures and is used for drug enforcement purposes.

Youth Diversion Fund – This fund is used to account for moneys collected by the circuit clerk from fees charged to individuals with judgments of guilty or grants of supervision for specific violations committed in the County. These moneys are used specifically for the operation and administration of a teen court, peer court, peer jury, youth court, or other youth diversion program.

County Bridge Fund - This fund is used to account for moneys that are collected from such sources as property tax, mobile home tax, housing authority rent and reimbursements from other intergovernmental agencies and used to finance bridge construction and repair, drainage projects and engineering fees.

Coroner Fund – The fund is used to account for moneys that are collected from coroner’s copies and permits. The moneys are used for the purchase of electronic and forensic identification equipment or other related supplies and operating expenses of the coroner’s office.

Revenue Sharing Fund - 08 – This fund is used to account for moneys that are confiscated and shared by Department of Justice agencies and is used for law enforcement purposes in the Sheriff’s office.

Revenue Sharing Fund - 18 - This fund is used to account for moneys that are confiscated and shared by Department of Justice agencies and is used for law enforcement purposes in the State’s Attorney’s office.

Circuit Clerk E-Citation Fund – This fund is used to account for moneys collected by the Circuit Clerk from any traffic, misdemeanor, municipal ordinance, or conservation case upon a judgment of guilty or grant of supervision. These moneys are to be used to defray the expenses of transmitting citations and law enforcement data via electronic means to a circuit clerk.

## **EFFINGHAM COUNTY, ILLINOIS**

### **DESCRIPTIONS – NONMAJOR GOVERNMENTAL FUNDS**

#### SPECIAL REVENUE FUNDS (CONTINUED)

Sheriff E-Citation Fund – This fund is used to account for moneys collected by the Circuit Clerk from any traffic, misdemeanor, municipal ordinance, or conservation case upon a judgment of guilty or grant of supervision. These moneys are to be used to defray the expenses of transmitting citations and law enforcement data via electronic means to a circuit clerk.

State's Attorney Records Automation - This fund is used to account for moneys collected by the Circuit Clerk from traffic fines and used specifically for purchasing and maintaining record-keeping equipment in the state's attorney's office.

Adult Redeploy Initiative Fund – This fund is used to account for grant monies received for local, community-based sanctions and treatment alternatives for non-violent veteran and service member offenders who would otherwise be incarcerated if those local services and sanctions were not available.

Rural Public Transportation Fund – This fund is used to account for grant moneys received that are specifically restricted to expenditures that provide public transportation.

Pet Population Control Fund – This fund is used to account for moneys that are collected from certain fines and court fees and used to spay, neuter, or sterilize certain dogs and cats.

Court Appointed Special Advocates Fund – This fund is used to account for moneys collected by the circuit clerk from fees charged to defendants with judgments of guilty or grants of supervision for specific violations committed in the County. These moneys are used specifically to support the activities and services of the Court Appointed Special Advocates within the County.

Public Defender Automation Fund - This fund is used to account for moneys collected by the Circuit Clerk from traffic fines and used specifically for purchasing and maintaining automated record-keeping equipment in the state's attorney's office.

**EFFINGHAM COUNTY, ILLINOIS**

**COMBINING BALANCE SHEET - MODIFIED CASH BASIS  
NONMAJOR GOVERNMENTAL FUNDS**

**November 30, 2019**

	<u>Special Revenue Funds</u>			
	<u>Circuit Clerk Operations</u>	<u>Violent Crime Assistance</u>	<u>DUI Equipment Fees</u>	<u>Geographic Information System</u>
<b>ASSETS:</b>				
Cash and cash equivalents	\$ 20,761	\$ 14,466	\$ 14,744	\$ 443,710
Loan receivables - current	-	-	-	-
Loan receivables - non-current	-	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
Total assets	<u>\$ 20,761</u>	<u>\$ 14,466</u>	<u>\$ 14,744</u>	<u>\$ 443,710</u>
<b>LIABILITIES:</b>				
Due to other funds	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<b>FUND BALANCES (DEFICITS):</b>				
Restricted for:				
Culture and recreation	-	-	-	-
General government	20,761	14,466	-	443,710
Highways and roads	-	-	-	-
Public safety	-	-	14,744	-
Public health and welfare	-	-	-	-
Unassigned	<hr/>	<hr/>	<hr/>	<hr/>
Total fund balances (deficits)	<u>20,761</u>	<u>14,466</u>	<u>14,744</u>	<u>443,710</u>
Total liabilities and fund balances (deficits)	<u>\$ 20,761</u>	<u>\$ 14,466</u>	<u>\$ 14,744</u>	<u>\$ 443,710</u>

**EFFINGHAM COUNTY, ILLINOIS**

**COMBINING BALANCE SHEET - MODIFIED CASH BASIS  
NONMAJOR GOVERNMENTAL FUNDS (CONTINUED)**

**November 30, 2019**

	<u>Special Revenue Funds (Continued)</u>			
	<u>Arrestee's Medical Cost</u>	<u>Extension Education</u>	<u>Drug Court</u>	<u>Veterans Assistance</u>
<b>ASSETS:</b>				
Cash and cash equivalents	\$ 76,831	\$ -	\$ 29,514	\$ 108,865
Loan receivables - current	-	-	-	-
Loan receivables - non-current	-	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
Total assets	<u>\$ 76,831</u>	<u>\$ -</u>	<u>\$ 29,514</u>	<u>\$ 108,865</u>
<b>LIABILITIES:</b>				
Due to other funds	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<b>FUND BALANCES (DEFICITS):</b>				
Restricted for:				
Culture and recreation	-	-	-	-
General government	-	-	-	-
Highways and roads	-	-	-	-
Public safety	-	-	-	-
Public health and welfare	76,831	-	29,514	108,865
Unassigned	-	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
Total fund balances (deficits)	<u>76,831</u>	<u>-</u>	<u>29,514</u>	<u>108,865</u>
	<hr/>	<hr/>	<hr/>	<hr/>
Total liabilities and fund balances (deficits)	<u>\$ 76,831</u>	<u>\$ -</u>	<u>\$ 29,514</u>	<u>\$ 108,865</u>

**EFFINGHAM COUNTY, ILLINOIS**

**COMBINING BALANCE SHEET - MODIFIED CASH BASIS  
NONMAJOR GOVERNMENTAL FUNDS (CONTINUED)**

November 30, 2019

	<u>Special Revenue Funds (Continued)</u>			
	<u>Tax Sale Automation</u>	<u>Probation Services</u>	<u>Insurance</u>	<u>Circuit Clerk Document Storage</u>
<b>ASSETS:</b>				
Cash and cash equivalents	\$ 53,074	\$ 482,913	\$ 392,648	\$ 186,895
Loan receivables - current	-	-	-	-
Loan receivables - non-current	-	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
Total assets	<u>\$ 53,074</u>	<u>\$ 482,913</u>	<u>\$ 392,648</u>	<u>\$ 186,895</u>
<b>LIABILITIES:</b>				
Due to other funds	\$ -	\$ -	\$ -	\$ -
	<hr/>	<hr/>	<hr/>	<hr/>
<b>FUND BALANCES (DEFICITS):</b>				
Restricted for:				
Culture and recreation	-	-	-	-
General government	53,074	-	392,648	186,895
Highways and roads	-	-	-	-
Public safety	-	482,913	-	-
Public health and welfare	-	-	-	-
Unassigned	-	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
Total fund balances (deficits)	<u>53,074</u>	<u>482,913</u>	<u>392,648</u>	<u>186,895</u>
	<hr/>	<hr/>	<hr/>	<hr/>
Total liabilities and fund balances (deficits)	<u>\$ 53,074</u>	<u>\$ 482,913</u>	<u>\$ 392,648</u>	<u>\$ 186,895</u>

**EFFINGHAM COUNTY, ILLINOIS**

**COMBINING BALANCE SHEET - MODIFIED CASH BASIS  
NONMAJOR GOVERNMENTAL FUNDS (CONTINUED)**

November 30, 2019

	<u>Special Revenue Funds (Continued)</u>			
	<u>Recorder Document Storage</u>	<u>Vital Records Storage</u>	<u>Working Cash</u>	<u>Drug Prevention and Apprehension</u>
<b>ASSETS:</b>				
Cash and cash equivalents	\$ 255,595	\$ 43,820	\$ 65,080	\$ 15,586
Loan receivables - current	-	-	-	-
Loan receivables - non-current	-	-	-	-
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
Total assets	<u>\$ 255,595</u>	<u>\$ 43,820</u>	<u>\$ 65,080</u>	<u>\$ 15,586</u>
<b>LIABILITIES:</b>				
Due to other funds	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<b>FUND BALANCES (DEFICITS):</b>				
Restricted for:				
Culture and recreation	-	-	-	-
General government	255,595	43,820	-	-
Highways and roads	-	-	-	-
Public safety	-	-	-	15,586
Public health and welfare	-	-	-	-
Unassigned	-	-	65,080	-
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
Total fund balances (deficits)	<u>255,595</u>	<u>43,820</u>	<u>65,080</u>	<u>15,586</u>
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
Total liabilities and fund balances (deficits)	<u>\$ 255,595</u>	<u>\$ 43,820</u>	<u>\$ 65,080</u>	<u>\$ 15,586</u>

**EFFINGHAM COUNTY, ILLINOIS**

**COMBINING BALANCE SHEET - MODIFIED CASH BASIS  
NONMAJOR GOVERNMENTAL FUNDS (CONTINUED)**

November 30, 2019

	<u>Special Revenue Funds (Continued)</u>			
	<u>Law Library</u>	<u>Mental Deficient Persons</u>	<u>Mental Health Program</u>	<u>Revolving Loan</u>
<b>ASSETS:</b>				
Cash and cash equivalents	\$ 44,722	\$ -	\$ -	\$ 34,085
Loan receivables - current	-	-	-	18,645
Loan receivables - non-current	-	-	-	47,506
	<hr/>	<hr/>	<hr/>	<hr/>
Total assets	<u>\$ 44,722</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 100,236</u>
<b>LIABILITIES:</b>				
Due to other funds	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<b>FUND BALANCES (DEFICITS):</b>				
Restricted for:				
Culture and recreation	-	-	-	-
General government	-	-	-	100,236
Highways and roads	-	-	-	-
Public safety	44,722	-	-	-
Public health and welfare	-	-	-	-
Unassigned	-	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
Total fund balances (deficits)	<u>44,722</u>	<u>-</u>	<u>-</u>	<u>100,236</u>
	<hr/>	<hr/>	<hr/>	<hr/>
Total liabilities and fund balances (deficits)	<u>\$ 44,722</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 100,236</u>

**EFFINGHAM COUNTY, ILLINOIS**

**COMBINING BALANCE SHEET - MODIFIED CASH BASIS  
NONMAJOR GOVERNMENTAL FUNDS (CONTINUED)**

**November 30, 2019**

	<u>Special Revenue Funds (Continued)</u>			
	<u>Child Support Collection</u>	<u>Victim Impact Panel</u>	<u>Court Automation</u>	<u>Hotel/Motel Tax</u>
<b>ASSETS:</b>				
Cash and cash equivalents	\$ 83,493	\$ 32,279	\$ 258,061	\$ 41,615
Loan receivables - current	-	-	-	-
Loan receivables - non-current	-	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
Total assets	<u>\$ 83,493</u>	<u>\$ 32,279</u>	<u>\$ 258,061</u>	<u>\$ 41,615</u>
<b>LIABILITIES:</b>				
Due to other funds	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<b>FUND BALANCES (DEFICITS):</b>				
Restricted for:				
Culture and recreation	-	-	-	41,615
General government	83,493	-	258,061	-
Highways and roads	-	-	-	-
Public safety	-	-	-	-
Public health and welfare	-	32,279	-	-
Unassigned	-	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
Total fund balances (deficits)	<u>83,493</u>	<u>32,279</u>	<u>258,061</u>	<u>41,615</u>
	<hr/>	<hr/>	<hr/>	<hr/>
Total liabilities and fund balances (deficits)	<u>\$ 83,493</u>	<u>\$ 32,279</u>	<u>\$ 258,061</u>	<u>\$ 41,615</u>

**EFFINGHAM COUNTY, ILLINOIS**

**COMBINING BALANCE SHEET - MODIFIED CASH BASIS  
NONMAJOR GOVERNMENTAL FUNDS (CONTINUED)**

November 30, 2019

	<u>Special Revenue Funds (Continued)</u>			
	<b>Sheriff's Drug Prevention Apprehension</b>	<b>Youth Diversion</b>	<b>County Bridge</b>	<b>Coroner Fund</b>
<b>ASSETS:</b>				
Cash and cash equivalents	\$ 36,621	\$ 92,182	\$ 499,594	\$ 6,164
Loan receivables - current	-	-	-	-
Loan receivables - non-current	-	-	-	-
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
Total assets	<u>\$ 36,621</u>	<u>\$ 92,182</u>	<u>\$ 499,594</u>	<u>\$ 6,164</u>
<b>LIABILITIES:</b>				
Due to other funds	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<b>FUND BALANCES (DEFICITS):</b>				
Restricted for:				
Culture and recreation	-	-	-	-
General government	-	-	-	-
Highways and roads	-	-	499,594	-
Public safety	36,621	-	-	-
Public health and welfare	-	92,182	-	6,164
Unassigned	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total fund balances (deficits)	<u>36,621</u>	<u>92,182</u>	<u>499,594</u>	<u>6,164</u>
Total liabilities and fund balances (deficits)	<u>\$ 36,621</u>	<u>\$ 92,182</u>	<u>\$ 499,594</u>	<u>\$ 6,164</u>

**EFFINGHAM COUNTY, ILLINOIS**

**COMBINING BALANCE SHEET - MODIFIED CASH BASIS  
NONMAJOR GOVERNMENTAL FUNDS (CONTINUED)**

November 30, 2019

	<u>Special Revenue Funds (Continued)</u>			
	<u>Revenue Sharing Fund- 08</u>	<u>Revenue Sharing Fund- 18</u>	<u>Circuit Clerk E-Citation Fund</u>	<u>Sheriff E-Citation Fund</u>
<b>ASSETS:</b>				
Cash and cash equivalents	\$ 28,544	\$ 7,402	\$ 36,018	\$ 2,948
Loan receivables - current	-	-	-	-
Loan receivables - non-current	-	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
Total assets	<u>\$ 28,544</u>	<u>\$ 7,402</u>	<u>\$ 36,018</u>	<u>\$ 2,948</u>
<b>LIABILITIES:</b>				
Due to other funds	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<b>FUND BALANCES (DEFICITS):</b>				
Restricted for:				
Culture and recreation	-	-	-	-
General government	-	-	36,018	-
Highways and roads	-	-	-	-
Public safety	28,544	7,402	-	2,948
Public health and welfare	-	-	-	-
Unassigned	-	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
Total fund balances (deficits)	<u>28,544</u>	<u>7,402</u>	<u>36,018</u>	<u>2,948</u>
Total liabilities and fund balances (deficits)	<u>\$ 28,544</u>	<u>\$ 7,402</u>	<u>\$ 36,018</u>	<u>\$ 2,948</u>

**EFFINGHAM COUNTY, ILLINOIS**

**COMBINING BALANCE SHEET - MODIFIED CASH BASIS  
NONMAJOR GOVERNMENTAL FUNDS (CONTINUED)**

November 30, 2019

	<b>Special Revenue Funds (Continued)</b>			
	<b>State's Attorney Records Automation</b>	<b>Adult Redeploy Initiative</b>	<b>Rural Public Transportation</b>	<b>Pet Population Control</b>
<b>ASSETS:</b>				
Cash and cash equivalents	\$ 5,793	\$ -	\$ 4,924	\$ -
Loan receivables - current	-	-	-	-
Loan receivables - non-current	-	-	-	-
 Total assets	<u>\$ 5,793</u>	<u>\$ -</u>	<u>\$ 4,924</u>	<u>\$ -</u>
<b>LIABILITIES:</b>				
Due to other funds	<u>\$ -</u>	<u>\$ 126,852</u>	<u>\$ -</u>	<u>\$ 503</u>
<b>FUND BALANCES (DEFICITS):</b>				
Restricted for:				
Culture and recreation	-	-	-	-
General government	5,793	-	-	-
Highways and roads	-	-	-	-
Public safety	-	-	-	-
Public health and welfare	-	-	4,924	-
Unassigned	-	(126,852)	-	(503)
 Total fund balances (deficits)	<u>5,793</u>	<u>(126,852)</u>	<u>4,924</u>	<u>(503)</u>
 Total liabilities and fund balances (deficits)	<u>\$ 5,793</u>	<u>\$ -</u>	<u>\$ 4,924</u>	<u>\$ -</u>

**EFFINGHAM COUNTY, ILLINOIS**

**COMBINING BALANCE SHEET - MODIFIED CASH BASIS  
NONMAJOR GOVERNMENTAL FUNDS (CONTINUED)**

November 30, 2019

	<u>Special Revenue Funds (Continued)</u>		
	<u>Court Appointed Special Advocates</u>	<u>Public Defender Automation Fund</u>	<u>Total Nonmajor Governmental Funds</u>
<b>ASSETS:</b>			
Cash and cash equivalents	\$ 1,578	\$ 200	\$ 3,420,725
Loan receivables - current	-	-	18,645
Loan receivables - non-current	-	-	47,506
	<hr/>	<hr/>	<hr/>
Total assets	<u>\$ 1,578</u>	<u>\$ 200</u>	<u>\$ 3,486,876</u>
 <b>LIABILITIES:</b>			
Due to other funds	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 127,355</u>
 <b>FUND BALANCES (DEFICITS):</b>			
Restricted for:			
Culture and recreation	-	-	41,615
General government	-	-	1,894,570
Highways and roads	-	-	499,594
Public safety	-	200	633,680
Public health and welfare	1,578	-	352,337
Unassigned	<u>-</u>	<u>-</u>	<u>(62,275)</u>
	<hr/>	<hr/>	<hr/>
Total fund balances (deficits)	<u>1,578</u>	<u>200</u>	<u>3,359,521</u>
 Total liabilities and fund balances (deficits)	<u>\$ 1,578</u>	<u>\$ 200</u>	<u>\$ 3,486,876</u>

**EFFINGHAM COUNTY, ILLINOIS**

**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES –  
MODIFIED CASH BASIS  
NONMAJOR GOVERNMENTAL FUNDS  
For the year ended November 30, 2019**

	<u>Special Revenue Funds</u>			
	<u>Circuit Clerk Operations</u>	<u>Violent Crime Assistance</u>	<u>DUI Equipment Fees</u>	<u>Geographic Information System</u>
REVENUES:				
Property taxes	\$ -	\$ -	\$ -	\$ -
Other taxes	-	-	-	-
Operating grants	-	18,750	-	-
Capital grants	-	-	-	-
Services	38,142	-	5,722	137,774
Interest	47	182	471	7,370
Other	-	-	1,351	11,645
	<u>-</u>	<u>-</u>	<u>1,351</u>	<u>11,645</u>
Total revenues	<u>38,189</u>	<u>18,932</u>	<u>7,544</u>	<u>156,789</u>
EXPENDITURES:				
Current:				
Culture and recreation	-	-	-	-
General government	42,640	39,315	-	70,590
Highways and roads	-	-	-	-
Public health and welfare	-	-	-	-
Public safety	-	-	14,580	-
Capital outlay:				
Highways and roads	-	-	-	-
Public health and welfare	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>42,640</u>	<u>39,315</u>	<u>14,580</u>	<u>70,590</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(4,451)</u>	<u>(20,383)</u>	<u>(7,036)</u>	<u>86,199</u>
OTHER FINANCING SOURCES (USES):				
Operating transfers in	-	15,957	-	-
Operating transfers out	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>-</u>	<u>15,957</u>	<u>-</u>	<u>-</u>
Net change in fund balances	(4,451)	(4,426)	(7,036)	86,199
Fund balances (deficits), beginning	<u>25,212</u>	<u>18,892</u>	<u>21,780</u>	<u>357,511</u>
Fund balances (deficits), ending	<u>\$ 20,761</u>	<u>\$ 14,466</u>	<u>\$ 14,744</u>	<u>\$ 443,710</u>

**EFFINGHAM COUNTY, ILLINOIS**

**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES –  
MODIFIED CASH BASIS  
NONMAJOR GOVERNMENTAL FUNDS (CONTINUED)  
For the year ended November 30, 2019**

**Special Revenue Funds (Continued)**

	<u>Arrestee's Medical Cost</u>	<u>Extension Education</u>	<u>Drug Court</u>	<u>Veterans Assistance</u>
<b>REVENUES:</b>				
Property taxes	\$ -	\$ 95,590	\$ -	\$ 50,865
Other taxes	-	-	-	-
Operating grants	-	-	-	-
Capital grants	-	-	-	-
Services	7,162	-	4,377	-
Interest	1,418	67	516	1,698
Other	-	60	3,018	32
Total revenues	<u>8,580</u>	<u>95,717</u>	<u>7,911</u>	<u>52,595</u>
<b>EXPENDITURES:</b>				
Current:				
Culture and recreation	-	-	-	-
General government	-	-	-	-
Highways and roads	-	-	-	-
Public health and welfare	3,962	95,717	6,002	42,180
Public safety	-	-	-	-
Capital outlay:				
Highways and roads	-	-	-	-
Public health and welfare	-	-	-	-
Total expenditures	<u>3,962</u>	<u>95,717</u>	<u>6,002</u>	<u>42,180</u>
Excess (deficiency) of revenues over (under) expenditures	<u>4,618</u>	<u>-</u>	<u>1,909</u>	<u>10,415</u>
<b>OTHER FINANCING SOURCES (USES):</b>				
Operating transfers in	-	-	-	-
Operating transfers out	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	4,618	-	1,909	10,415
Fund balances (deficits), beginning	<u>72,213</u>	<u>-</u>	<u>27,605</u>	<u>98,450</u>
Fund balances (deficits), ending	<u>\$ 76,831</u>	<u>\$ -</u>	<u>\$ 29,514</u>	<u>\$ 108,865</u>

**EFFINGHAM COUNTY, ILLINOIS**

**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES –  
MODIFIED CASH BASIS  
NONMAJOR GOVERNMENTAL FUNDS (CONTINUED)  
For the year ended November 30, 2019**

	<u>Special Revenue Funds (Continued)</u>			
	<u>Tax Sale Automation</u>	<u>Probation Services</u>	<u>Insurance</u>	<u>Circuit Clerk Document Storage</u>
REVENUES:				
Property taxes	\$ -	\$ -	\$ 417,518	\$ -
Other taxes	-	-	10,000	-
Operating grants	-	-	-	-
Capital grants	-	-	-	-
Services	1,200	202,600	-	108,479
Interest	955	8,685	1,624	3,315
Other	3,125	-	217	924
	<u>5,280</u>	<u>211,285</u>	<u>429,359</u>	<u>112,718</u>
Total revenues				
EXPENDITURES:				
Current:				
Culture and recreation	-	-	-	-
General government	1,608	-	368,706	99,015
Highways and roads	-	-	-	-
Public health and welfare	-	-	-	-
Public safety	-	242,717	-	-
Capital outlay:				
Highways and roads	-	-	-	-
Public health and welfare	-	-	-	-
	<u>1,608</u>	<u>242,717</u>	<u>368,706</u>	<u>99,015</u>
Total expenditures				
Excess (deficiency) of revenues over (under) expenditures	<u>3,672</u>	<u>(31,432)</u>	<u>60,653</u>	<u>13,703</u>
OTHER FINANCING SOURCES (USES):				
Operating transfers in	-	-	-	-
Operating transfers out	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)				
Net change in fund balances	3,672	(31,432)	60,653	13,703
Fund balances (deficits), beginning	49,402	514,345	331,995	173,192
Fund balances (deficits), ending	<u>\$ 53,074</u>	<u>\$ 482,913</u>	<u>\$ 392,648</u>	<u>\$ 186,895</u>

**EFFINGHAM COUNTY, ILLINOIS**

**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES –  
MODIFIED CASH BASIS  
NONMAJOR GOVERNMENTAL FUNDS (CONTINUED)  
For the year ended November 30, 2019**

	<u>Special Revenue Funds (Continued)</u>			
	<u>Recorder Document Storage</u>	<u>Vital Records Storage</u>	<u>Working Cash</u>	<u>Drug Prevention and Apprehension</u>
REVENUES:				
Property taxes	\$ -	\$ -	\$ -	\$ -
Other taxes	-	-	-	-
Operating grants	-	-	-	-
Capital grants	-	-	-	-
Services	180,988	8,370	-	2,702
Interest	2,538	808	1,195	280
Other	-	-	-	-
Total revenues	<u>183,526</u>	<u>9,178</u>	<u>1,195</u>	<u>2,982</u>
EXPENDITURES:				
Current:				
Culture and recreation	-	-	-	-
General government	21,900	4,565	-	-
Highways and roads	-	-	-	-
Public health and welfare	-	-	-	-
Public safety	-	-	-	2,048
Capital outlay:				
Highways and roads	-	-	-	-
Public health and welfare	-	-	-	-
Total expenditures	<u>21,900</u>	<u>4,565</u>	<u>-</u>	<u>2,048</u>
Excess (deficiency) of revenues over (under) expenditures	<u>161,626</u>	<u>4,613</u>	<u>1,195</u>	<u>934</u>
OTHER FINANCING SOURCES (USES):				
Operating transfers in	-	-	-	-
Operating transfers out	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	161,626	4,613	1,195	934
Fund balances (deficits), beginning	<u>93,969</u>	<u>39,207</u>	<u>63,885</u>	<u>14,652</u>
Fund balances (deficits), ending	<u>\$ 255,595</u>	<u>\$ 43,820</u>	<u>\$ 65,080</u>	<u>\$ 15,586</u>

**EFFINGHAM COUNTY, ILLINOIS**

**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES-  
MODIFIED CASH BASIS  
NONMAJOR GOVERNMENTAL FUNDS (CONTINUED)  
For the year ended November 30, 2019**

	<b>Special Revenue Funds (Continued)</b>			
	<b>Law Library</b>	<b>Mental Deficient Persons</b>	<b>Mental Health Program</b>	<b>Revolving Loan</b>
<b>REVENUES:</b>				
Property taxes	\$ -	\$ 120,415	\$ 120,415	\$ -
Other taxes	-	15,000	15,000	-
Operating grants	-	-	-	493
Capital grants	-	-	-	-
Services	4,936	-	-	-
Interest	798	83	83	3,666
Other	-	74	74	-
	<hr/>	<hr/>	<hr/>	<hr/>
Total revenues	5,734	135,572	135,572	4,159
<b>EXPENDITURES:</b>				
Current:				
Culture and recreation	-	-	-	-
General government	-	-	-	-
Highways and roads	-	-	-	-
Public health and welfare	-	135,572	135,572	-
Public safety	456	-	-	-
Capital outlay:				
Highways and roads	-	-	-	-
Public health and welfare	-	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
Total expenditures	456	135,572	135,572	-
Excess (deficiency) of revenues over (under) expenditures	<hr/>	<hr/>	<hr/>	<hr/>
	5,278	-	-	4,159
<b>OTHER FINANCING SOURCES (USES):</b>				
Operating transfers in	-	-	-	-
Operating transfers out	-	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
Total other financing sources (uses)	-	-	-	-
Net change in fund balances	5,278	-	-	4,159
Fund balances (deficits), beginning	39,444	-	-	96,077
	<hr/>	<hr/>	<hr/>	<hr/>
Fund balances (deficits), ending	\$ 44,722	\$ -	\$ -	\$ 100,236

**EFFINGHAM COUNTY, ILLINOIS**

**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES-  
MODIFIED CASH BASIS  
NONMAJOR GOVERNMENTAL FUNDS (CONTINUED)  
For the year ended November 30, 2019**

	<u>Special Revenue Funds (Continued)</u>			
	<u>Child Support Collection</u>	<u>Victim Impact Panel</u>	<u>Court Automation</u>	<u>Hotel/Motel Tax</u>
<b>REVENUES:</b>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Other taxes	-	-	-	15,782
Operating grants	4,647	-	-	-
Capital grants	-	-	-	-
Services	23,375	1,060	71,133	-
Interest	382	617	4,420	1,118
Other	-	-	-	-
Total revenues	<u>28,404</u>	<u>1,677</u>	<u>75,553</u>	<u>16,900</u>
<b>EXPENDITURES:</b>				
Current:				
Culture and recreation	-	-	-	41,703
General government	11,864	-	43,199	-
Highways and roads	-	-	-	-
Public health and welfare	-	993	-	-
Public safety	-	-	-	-
Capital outlay:				
Highways and roads	-	-	-	-
Public health and welfare	-	-	-	-
Total expenditures	<u>11,864</u>	<u>993</u>	<u>43,199</u>	<u>41,703</u>
Excess (deficiency) of revenues over (under) expenditures	<u>16,540</u>	<u>684</u>	<u>32,354</u>	<u>(24,803)</u>
<b>OTHER FINANCING SOURCES (USES):</b>				
Operating transfers in	-	-	-	-
Operating transfers out	-	-	-	(7,500)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>(7,500)</u>
Net change in fund balances	16,540	684	32,354	(32,303)
Fund balances (deficits), beginning	<u>66,953</u>	<u>31,595</u>	<u>225,707</u>	<u>73,918</u>
Fund balances (deficits), ending	<u>\$ 83,493</u>	<u>\$ 32,279</u>	<u>\$ 258,061</u>	<u>\$ 41,615</u>

**EFFINGHAM COUNTY, ILLINOIS**

**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES-  
MODIFIED CASH BASIS  
NONMAJOR GOVERNMENTAL FUNDS (CONTINUED)  
For the year ended November 30, 2019**

	<b>Special Revenue Funds (Continued)</b>			
	<b>Sheriff's Drug Prevention and Apprehension</b>	<b>Youth Diversion</b>	<b>County Bridge</b>	<b>Coroner Fund</b>
<b>REVENUES:</b>				
Property taxes	\$ -	\$ -	\$ 103,708	\$ -
Other taxes	-	-	-	-
Operating grants	-	-	-	4,412
Capital grants	-	-	-	-
Services	7,674	7,911	51,860	7,132
Interest	567	1,751	9,360	373
Other	-	7	11,255	4,500
Total revenues	<u>8,241</u>	<u>9,669</u>	<u>176,183</u>	<u>16,417</u>
<b>EXPENDITURES:</b>				
Current:				
Culture and recreation	-	-	-	-
General government	-	-	-	-
Highways and roads	-	-	215,267	-
Public health and welfare	-	12,065	-	-
Public safety	-	-	-	-
Capital outlay:				
Highways and roads	-	-	4,770	-
Public health and welfare	-	-	-	29,998
Total expenditures	<u>-</u>	<u>12,065</u>	<u>220,037</u>	<u>29,998</u>
Excess (deficiency) of revenues over (under) expenditures	<u>8,241</u>	<u>(2,396)</u>	<u>(43,854)</u>	<u>(13,581)</u>
<b>OTHER FINANCING SOURCES (USES):</b>				
Operating transfers in	-	-	-	-
Operating transfers out	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	8,241	(2,396)	(43,854)	(13,581)
Fund balances (deficits), beginning	<u>28,380</u>	<u>94,578</u>	<u>543,448</u>	<u>19,745</u>
Fund balances (deficits), ending	<u>\$ 36,621</u>	<u>\$ 92,182</u>	<u>\$ 499,594</u>	<u>\$ 6,164</u>

**EFFINGHAM COUNTY, ILLINOIS**

**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES-  
MODIFIED CASH BASIS  
NONMAJOR GOVERNMENTAL FUNDS (CONTINUED)  
For the year ended November 30, 2019**

	<u>Special Revenue Funds (Continued)</u>			
	<u>Revenue Sharing Fund- 08</u>	<u>Revenue Sharing Fund- 18</u>	<u>Circuit Clerk E-Citation Fund</u>	<u>Sheriff E-Citation Fund</u>
REVENUES:				
Property taxes	\$ -	\$ -	\$ -	\$ -
Other taxes	-	-	-	-
Operating grants	-	-	-	-
Capital grants	-	-	-	-
Services	-	-	8,122	691
Interest	-	-	562	46
Other	-	-	-	-
Total revenues	<u>-</u>	<u>-</u>	<u>8,684</u>	<u>737</u>
EXPENDITURES:				
Current:				
Culture and recreation	-	-	-	-
General government	-	-	-	-
Highways and roads	-	-	-	-
Public health and welfare	-	-	-	-
Public safety	3,884	-	-	-
Capital outlay:				
Highways and roads	-	-	-	-
Public health and welfare	-	-	-	-
Total expenditures	<u>3,884</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(3,884)</u>	<u>-</u>	<u>8,684</u>	<u>737</u>
OTHER FINANCING SOURCES (USES):				
Operating transfers in	-	-	-	-
Operating transfers out	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	(3,884)	-	8,684	737
Fund balances (deficits), beginning	<u>32,428</u>	<u>7,402</u>	<u>27,334</u>	<u>2,211</u>
Fund balances (deficits), ending	<u>\$ 28,544</u>	<u>\$ 7,402</u>	<u>\$ 36,018</u>	<u>\$ 2,948</u>

**EFFINGHAM COUNTY, ILLINOIS**

**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES-  
MODIFIED CASH BASIS  
NONMAJOR GOVERNMENTAL FUNDS (CONTINUED)  
For the year ended November 30, 2019**

	<u>Special Revenue Funds (Continued)</u>			
	<u>State's Attorney Records Automation</u>	<u>Adult Redeploy Initiative</u>	<u>Rural Public Transportation</u>	<u>Pet Population Control</u>
<b>REVENUES:</b>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Other taxes	-	-	-	-
Operating grants	-	507,240	622,844	-
Capital grants	-	-	22,619	-
Services	1,832	-	-	16,343
Interest	89	2	290	45
Other	-	-	3,836	-
Total revenues	<u>1,921</u>	<u>507,242</u>	<u>649,589</u>	<u>16,388</u>
<b>EXPENDITURES:</b>				
Current:				
Culture and recreation	-	-	-	-
General government	-	-	-	-
Highways and roads	-	-	-	-
Public health and welfare	-	-	646,596	-
Public safety	-	503,504	-	17,861
Capital outlay:				
Highways and roads	-	-	-	-
Public health and welfare	-	-	-	-
Total expenditures	<u>-</u>	<u>503,504</u>	<u>646,596</u>	<u>17,861</u>
Excess (deficiency) of revenues over (under) expenditures	<u>1,921</u>	<u>3,738</u>	<u>2,993</u>	<u>(1,473)</u>
<b>OTHER FINANCING SOURCES (USES):</b>				
Operating transfers in	-	-	-	-
Operating transfers out	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	1,921	3,738	2,993	(1,473)
Fund balances (deficits), beginning	<u>3,872</u>	<u>(130,590)</u>	<u>1,931</u>	<u>970</u>
Fund balances (deficits), ending	<u>\$ 5,793</u>	<u>\$ (126,852)</u>	<u>\$ 4,924</u>	<u>\$ (503)</u>

**EFFINGHAM COUNTY, ILLINOIS**

**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES-  
MODIFIED CASH BASIS  
NONMAJOR GOVERNMENTAL FUNDS (CONTINUED)  
For the year ended November 30, 2019**

	<u>Special Revenue Funds (Continued)</u>		
	<u>Court Appointed Special Advocates</u>	<u>Public Defender Automation Fund</u>	<u>Total Nonmajor Governmental Funds</u>
REVENUES:			
Property taxes	\$ -	\$ -	\$ 908,511
Other taxes	-	-	55,782
Operating grants	-	-	1,158,386
Capital grants	-	-	22,619
Services	32,048	200	931,833
Interest	44	-	55,465
Other	-	-	40,118
Total revenues	<u>32,092</u>	<u>200</u>	<u>3,172,714</u>
EXPENDITURES:			
Current:			
Culture and recreation	-	-	41,703
General government	-	-	703,402
Highways and roads	-	-	215,267
Public health and welfare	32,700	-	1,111,359
Public safety	-	-	785,050
Capital outlay:			
Highways and roads	-	-	4,770
Public health and welfare	-	-	29,998
Total expenditures	<u>32,700</u>	<u>-</u>	<u>2,891,549</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(608)</u>	<u>200</u>	<u>281,165</u>
OTHER FINANCING SOURCES (USES):			
Operating transfers in	-	-	15,957
Operating transfers out	-	-	(7,500)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>8,457</u>
Net change in fund balances	(608)	200	289,622
Fund balances (deficits), beginning	<u>2,186</u>	<u>-</u>	<u>3,069,899</u>
Fund balances (deficits), ending	<u>\$ 1,578</u>	<u>\$ 200</u>	<u>\$ 3,359,521</u>

## **EFFINGHAM COUNTY, ILLINOIS**

### **DESCRIPTIONS – FIDUCIARY FUNDS**

#### PRIVATE-PURPOSE TRUST FUNDS

Private-purpose trust funds are used to account for resources legally held in trusts for use by townships that are working with the County.

Township Motor Fuel Tax Fund - This fund is used to account for moneys that are collected from state allotments and used for such expenditures as materials, engineering expenses and equipment rental relative to maintaining township roadways.

Township Bridge Fund - This fund is used to account for moneys that are collected from state allotments and used to finance the engineering and construction of township bridges.

#### AGENCY FUNDS

Agency funds are used to account for resources received and held by the County as an agent to be expended or invested in its agency capacity.

Treasurer Agency Fund - This fund is used to account for moneys that are collected from such sources as estates, inheritance tax, condemnation suits, and unclaimed property and is held to be disbursed to the State of Illinois or individuals as required by law.

County Collector Fund - This fund is used to account for moneys collected from such sources as property tax, mobile home tax, housing authority rent, and replacement tax and is distributed to County taxing districts.

County Clerk Fund - The County Clerk's Office collects money from individuals paying for copies of vital records, notaries, liquor licenses, raffle licenses, assumed names, issuance of marriage licenses and various other fees. Disbursements from this account include fees for death records to the Illinois Department of Public Health. A portion of the fees for birth, death and marriage copies is disbursed to the Vital Records Document Storage Fund and the remainder is put into the Effingham County General Fund. This office also collects delinquent real estate property tax and disburses this money to the respective tax buyer.

County Recorder Fund - The County Recorder Account collects all the recording and filing fees for real estate documents and UCC filings, all the state and County revenue stamps for all applicable real estate sales, and copy fees for recorded documents. The money collected is disbursed to the General County Fund for the excess receipts and for the County's portion of the revenue stamps, to the Illinois Department of Revenue for their portion of the revenue stamps, to the Recorder Document Storage Fund for its designated portion of the recording fees, and to the Geographic Information System Fund for its designated portion of the recording fees.

Delinquent Tax Fund - This fund is used to account for funds held by a trustee from proceeds of delinquent real estate parcels that are unable to sell at the County tax sale. The trustee obtains deeds to delinquent properties on behalf of the County and sells them at public auction. The remaining funds following necessary external disbursements are deposited into the Effingham County General Fund.

**EFFINGHAM COUNTY, ILLINOIS**

**DESCRIPTIONS – FIDUCIARY FUNDS**

AGENCY FUNDS (CONTINUED)

County Sheriff Fund - This fund collects a variety of fees that are received directly through the sheriff's department and are disbursed to various governmental bodies.

Circuit Clerk Fund – Clerk fees are comprised of the statutory fees assessed as court costs on criminal, felony, and traffic matters, as well as the Clerk portion of filing fees in all Civil Cases. In addition, there are various funds collected for the State which allows a percentage to the Clerk for collection and processing. Also all interest earned on the checking account and investments are included. (This does not include interest on funds held by court order, pending the outcome of a civil matter.) Clerk fees are disbursed monthly to the County Treasurer for deposit in the County's General Fund.

**EFFINGHAM COUNTY, ILLINOIS**

**COMBINING STATEMENT OF FIDUCIARY NET POSITION –  
MODIFIED CASH BASIS  
PRIVATE PURPOSE TRUST FUNDS  
November 30, 2019**

	<u>Township Motor Fuel Tax</u>	<u>Township Bridge</u>	<u>Total Private- Purpose Trust Funds</u>
ASSETS:			
Cash and cash equivalents	<u>\$ 555,286</u>	<u>\$ 59,146</u>	<u>\$ 614,432</u>
Net position held in trust for County Townships' road and bridges	<u>\$ 555,286</u>	<u>\$ 59,146</u>	<u>\$ 614,432</u>

**EFFINGHAM COUNTY, ILLINOIS**

**COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION –  
MODIFIED CASH BASIS**

**PRIVATE PURPOSE TRUST FUNDS**

**For the year ended November 30, 2019**

	Township Motor Fuel Tax	Township Bridge	Total Private- Purpose Trust Funds
	<u>                    </u>	<u>                    </u>	<u>                    </u>
ADDITIONS:			
Motor fuel tax	\$ 1,134,263	\$ -	\$ 1,134,263
Operating grants	-	18,488	18,488
Interest	16,360	176	16,536
	<u>                    </u>	<u>                    </u>	<u>                    </u>
Total additions	1,150,623	18,664	1,169,287
	<u>                    </u>	<u>                    </u>	<u>                    </u>
DEDUCTIONS:			
Highway and roads	1,169,705	13,062	1,182,767
	<u>                    </u>	<u>                    </u>	<u>                    </u>
Total deductions	1,169,705	13,062	1,182,767
	<u>                    </u>	<u>                    </u>	<u>                    </u>
Change in net position	(19,082)	5,602	(13,480)
Net position, beginning	574,368	53,544	627,912
	<u>                    </u>	<u>                    </u>	<u>                    </u>
Net position, ending	\$ 555,286	\$ 59,146	\$ 614,432
	<u>                    </u>	<u>                    </u>	<u>                    </u>

**EFFINGHAM COUNTY, ILLINOIS**

**COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES –  
MODIFIED CASH BASIS  
AGENCY FUNDS**

**For the year ended November 30, 2019**

	<u>Balance</u> <u>11/30/18</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>11/30/19</u>
<u>Treasurer Agency Fund:</u>				
Assets:				
Cash and cash equivalents	\$ 1,995	\$ 1,383	\$ -	\$ 3,378
Liabilities:				
Due to other governmental units	\$ 52	\$ -	\$ -	\$ 52
Other liabilities	<u>1,943</u>	<u>1,383</u>	<u>-</u>	<u>3,326</u>
Total liabilities	<u>\$ 1,995</u>	<u>\$ 1,383</u>	<u>\$ -</u>	<u>\$ 3,378</u>
 <u>County Collector</u>				
Assets:				
Cash and cash equivalents	<u>\$ 3,046,323</u>	<u>\$ 108,971,681</u>	<u>\$ 110,397,931</u>	<u>\$ 1,620,073</u>
Liabilities:				
Due to other governmental units	\$ 2,916,560	\$ 108,937,986	\$ 110,356,911	\$ 1,497,635
Other liabilities	<u>129,763</u>	<u>33,695</u>	<u>41,020</u>	<u>122,438</u>
Total liabilities	<u>\$ 3,046,323</u>	<u>\$ 108,971,681</u>	<u>\$ 110,397,931</u>	<u>\$ 1,620,073</u>
 <u>County Clerk</u>				
Assets:				
Cash and cash equivalents	<u>\$ 2,231</u>	<u>\$ 584,597</u>	<u>\$ 546,840</u>	<u>\$ 39,988</u>
Liabilities:				
Other liabilities	<u>\$ 2,231</u>	<u>\$ 584,597</u>	<u>\$ 546,840</u>	<u>\$ 39,988</u>
 <u>County Recorder</u>				
Assets:				
Cash and cash equivalents	<u>\$ 264,130</u>	<u>\$ 562,908</u>	<u>\$ 792,453</u>	<u>\$ 34,585</u>
Liabilities:				
Other liabilities	<u>\$ 264,130</u>	<u>\$ 562,908</u>	<u>\$ 792,453</u>	<u>\$ 34,585</u>

**EFFINGHAM COUNTY, ILLINOIS**

**COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES –  
MODIFIED CASH BASIS  
AGENCY FUNDS (CONTINUED)**

**For the year ended November 30, 2019**

	<u>Balance</u> <u>11/30/18</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>11/30/19</u>
<u>Delinquent Tax</u>				
Assets:				
Cash and cash equivalents	\$ -	\$ 815	\$ 815	\$ -
Liabilities:				
Due to other governmental units	\$ -	\$ 450	\$ 450	\$ -
Other liabilities	-	365	365	-
Total liabilities	\$ -	\$ 815	\$ 815	\$ -
 <u>County Sheriff</u>				
Assets:				
Cash and cash equivalents	\$ 113,566	\$ 611,375	\$ 644,210	\$ 80,731
Liabilities:				
Other liabilities	\$ 113,566	\$ 611,375	\$ 644,210	\$ 80,731
 <u>Circuit Clerk</u>				
Assets:				
Cash and cash equivalents	\$ 413,153	\$ 2,444,279	\$ 2,431,551	\$ 425,881
Liabilities:				
Due to other governmental units	\$ 413,153	\$ 2,444,279	\$ 2,431,551	\$ 425,881
 <u>Total Agency Funds</u>				
Assets:				
Cash and cash equivalents	\$ 3,841,398	\$ 113,177,038	\$ 114,813,800	\$ 2,204,636
Liabilities:				
Due to other governmental units	\$ 3,329,765	\$ 111,382,715	\$ 112,788,912	\$ 1,923,568
Other liabilities	511,633	1,794,323	2,024,888	281,068
Total liabilities	\$ 3,841,398	\$ 113,177,038	\$ 114,813,800	\$ 2,204,636

## **STATISTICAL SECTION**

**EFFINGHAM COUNTY, ILLINOIS**

**ILLINOIS MUNICIPAL RETIREMENT FUND – REGULAR PLAN  
SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS  
(UNAUDITED)**

**For the year ended November 30, 2019**

Calendar year ending December 31,	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
<b>Total Pension Liability</b>					
Service cost	\$ 514,570	\$ 559,210	\$ 551,980	\$ 587,788	\$ 609,517
Interest on the total pension liability	2,411,412	2,347,263	2,278,017	2,181,141	1,962,025
Differences between expected and actual experience of the total pension liability	259,390	102,658	(916,839)	(596,616)	329,428
Changes of assumptions	1,064,836	(959,183)	(84,545)	41,037	871,219
Benefit payments, including refunds of employee contributions	<u>(1,247,716)</u>	<u>(1,096,902)</u>	<u>(883,425)</u>	<u>(839,345)</u>	<u>(762,545)</u>
<b>Net change in total pension liability</b>	3,002,492	953,046	945,188	1,374,005	3,009,644
<b>Total pension liability - beginning</b>	<u>32,518,731</u>	<u>31,565,685</u>	<u>30,620,497</u>	<u>29,246,492</u>	<u>26,236,848</u>
<b>Total pension liability - ending (A)</b>	<u>35,521,223</u>	<u>32,518,731</u>	<u>31,565,685</u>	<u>30,620,497</u>	<u>29,246,492</u>
<b>Plan Fiduciary Net Position</b>					
Contributions - employer	655,567	643,423	610,107	588,617	627,404
Contributions - employees	255,682	243,637	236,883	247,256	255,381
Net investment income	(1,591,944)	4,731,733	1,832,964	136,064	1,560,054
Benefit payments, including refunds of employee contributions	(1,247,716)	(1,096,902)	(883,425)	(839,345)	(762,545)
Other (net transfer)	<u>539,420</u>	<u>(273,301)</u>	<u>108,882</u>	<u>(1,014,352)</u>	<u>19,723</u>
<b>Net change in plan fiduciary net position</b>	(1,388,991)	4,248,590	1,905,411	(881,760)	1,700,017
<b>Plan fiduciary net position - beginning</b>	<u>32,486,801</u>	<u>28,238,211</u>	<u>26,332,800</u>	<u>27,214,560</u>	<u>25,514,543</u>
<b>Plan fiduciary net position - ending (B)</b>	<u>31,097,810</u>	<u>32,486,801</u>	<u>28,238,211</u>	<u>26,332,800</u>	<u>27,214,560</u>
<b>Net pension liability - ending (A) - (B)</b>	<u>\$ 4,423,413</u>	<u>\$ 31,930</u>	<u>\$ 3,327,474</u>	<u>\$ 4,287,697</u>	<u>\$ 2,031,932</u>
<b>Plan Fiduciary Net Position as a Percentage of the Total Pension Liability</b>	87.55%	99.90%	89.46%	86.00%	93.05%
<b>Covered Valuation Payroll</b>	\$ 5,667,736	\$ 5,414,169	\$ 5,264,075	\$ 5,229,098	\$ 5,341,942
<b>Net Pension Liability as a Percentage of Covered Valuation Payroll</b>	78.05%	0.59%	63.21%	82.00%	38.04%

\*This accounting schedule has been provided by IMRF's actuary. Any changes that may have occurred during the audit of IMRF's regular plan were not generated by IMRF. If IMRF had generated the results, those results may have differed from the above information.

**EFFINGHAM COUNTY, ILLINOIS**

**ILLINOIS MUNICIPAL RETIREMENT FUND – REGULAR PLAN  
SCHEDULE OF EMPLOYER CONTRIBUTIONS  
(UNAUDITED)**

**For the year ended November 30, 2019**

<b>Year Ended December 31,</b>	<b>Actuarially Determined Contribution</b>	<b>Actual Contribution</b>	<b>Contribution Deficiency (Excess)</b>	<b>Covered Valuation Payroll</b>	<b>Actual Contribution as a Percentage of Covered Valuation Payroll</b>
2014	\$ 630,349	\$ 627,404	\$ 2,945	\$ 5,341,942	11.74%
2015	589,319	588,617	702	5,229,098	11.26%
2016	610,106	610,107	(1)	5,264,075	11.59%
2017	634,541	643,423	(8,882)	5,414,169	11.88%
2018	605,881	655,567	(49,686)	5,667,736	11.57%

**Notes to Schedule:**

**Summary of Actuarial Methods and Assumptions Used in the Calculation of the 2018 Contribution Rate\***

***Valuation Date:***

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

**Methods and Assumptions Used to Determine 2018 Contribution Rates:**

Actuarial Cost Method:	Aggregate entry age = normal
Amortization Method:	Level percentage of payroll, closed
Remaining Amortization Period:	25-year closed period
Asset Valuation Method:	5-year smoothed market; 20% corridor
Wage Growth:	3.50%
Price Inflation:	2.75%, approximate; No explicit price inflation assumption is used in this valuation.
Salary Increases:	3.75% to 14.5%, including inflation
Investment Rate of Return:	7.50%
Retirement Age:	Experience-based table of rates that are specific to the type of eligibility condition; last updated for the 2014 valuation pursuant to an experience study of the period 2011 to 2013.

**EFFINGHAM COUNTY, ILLINOIS**

**ILLINOIS MUNICIPAL RETIREMENT FUND – REGULAR PLAN  
SCHEDULE OF EMPLOYER CONTRIBUTIONS (CONTINUED)  
(UNAUDITED)**

**For the year ended November 30, 2019**

**Methods and Assumptions Used to Determine 2018 Contribution Rates (continued):**

Mortality: For non-disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2014 (base year 2012). The IMRF specific rates were developed from the RP-2014 Blue Collar Health Annuitant Mortality Table with adjustments to match current IMRF experience. For disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2014 (base year 2012). The IMRF specific rates were developed from the RP-2014 Disabled Retirees Mortality Table applying the same adjustment that were applied for non-disabled lives. For active members, an IMRF specific mortality table was used with fully generational projection scale MP-2014 (base year 2012). The IMRF specific rates were developed from the RP-2014 Employee Mortality Table with adjustments to match current IMRF experience.

***Other Information:***

There were no benefit changes during the year.

\*Based on Valuation Assumptions used in the December 31, 2016, actuarial valuation; note two year lag between valuation and rate setting.

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

**EFFINGHAM COUNTY, ILLINOIS**

**ILLINOIS MUNICIPAL RETIREMENT FUND – SLEP PLAN  
SHERIFF’S LAW ENFORCEMENT PERSONNEL  
SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS  
(UNAUDITED)**

**For the year ended November 30, 2019**

Calendar year ending December 31,	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
<b>Total Pension Liability</b>					
Service cost	\$ 197,222	\$ 209,517	\$ 185,164	\$ 198,662	\$ 205,988
Interest on the total pension liability	770,083	744,297	657,444	644,397	599,597
Differences between expected and actual experience of the total pension liability	62,918	(159,132)	640,521	(382,158)	(17,382)
Changes of assumptions	351,960	(66,366)	(40,799)	24,051	93,391
Benefit payments, including refunds of employee contributions	<u>(391,508)</u>	<u>(365,215)</u>	<u>(298,117)</u>	<u>(262,910)</u>	<u>(275,328)</u>
<b>Net change in total pension liability</b>	990,675	363,101	1,144,213	222,042	606,266
<b>Total pension liability - beginning</b>	<u>10,364,916</u>	<u>10,001,815</u>	<u>8,857,602</u>	<u>8,635,560</u>	<u>8,029,294</u>
<b>Total pension liability - ending (A)</b>	<u>11,355,591</u>	<u>10,364,916</u>	<u>10,001,815</u>	<u>8,857,602</u>	<u>8,635,560</u>
<b>Plan Fiduciary Net Position</b>					
Contributions - employer	240,572	276,256	233,213	200,659	218,175
Contributions - employees	86,001	89,779	84,579	72,609	81,368
Net investment income	(578,429)	1,454,803	498,043	37,187	426,389
Benefit payments, including refunds of employee contributions	(391,508)	(365,215)	(298,117)	(262,910)	(275,328)
Other (net transfer)	<u>171,399</u>	<u>(81,608)</u>	<u>199,089</u>	<u>(106,062)</u>	<u>3,782</u>
<b>Net change in plan fiduciary net position</b>	(471,965)	1,374,015	716,807	(58,517)	454,386
<b>Plan fiduciary net position - beginning</b>	<u>9,464,561</u>	<u>8,090,546</u>	<u>7,373,739</u>	<u>7,432,256</u>	<u>6,977,870</u>
<b>Plan fiduciary net position - ending (B)</b>	<u>8,992,596</u>	<u>9,464,561</u>	<u>8,090,546</u>	<u>7,373,739</u>	<u>7,432,256</u>
<b>Net pension liability - ending (A) - (B)</b>	<u>\$ 2,362,995</u>	<u>\$ 900,355</u>	<u>\$ 1,911,269</u>	<u>\$ 1,483,863</u>	<u>\$ 1,203,304</u>
<b>Plan Fiduciary Net Position as a Percentage of the Total Pension Liability</b>	79.19%	91.31%	80.89%	83.25%	86.07%
<b>Covered Valuation Payroll</b>	\$ 1,146,675	\$ 1,081,090	\$ 1,127,721	\$ 964,193	\$ 1,017,108
<b>Net Pension Liability as a Percentage of Covered Valuation Payroll</b>	206.07%	83.28%	169.48%	153.90%	118.31%

\*This accounting schedule has been provided by IMRF's actuary. Any changes that may have occurred during the audit of IMRF's Sheriff's Enforcement Personnel plan were not generated by IMRF. If IMRF had generated the results, those results may have differed from the above information.

**EFFINGHAM COUNTY, ILLINOIS**

**ILLINOIS MUNICIPAL RETIREMENT FUND –  
SHERIFF’S LAW ENFORCEMENT PERSONNEL  
SCHEDULE OF EMPLOYER CONTRIBUTIONS  
(UNAUDITED)**

**For the year ended November 30, 2019**

<b>Year Ended December 31,</b>	<b>Actuarially Determined Contribution</b>	<b>Actual Contribution</b>	<b>Contribution Deficiency (Excess)</b>	<b>Covered Valuation Payroll</b>	<b>Actual Contribution as a Percentage of Covered Valuation Payroll</b>
2014	\$ 209,016	\$ 218,175	\$ (9,159)	\$ 1,017,108	21.45%
2015	200,070	200,659	(589)	964,193	20.81%
2016	233,213	233,213	-	1,127,721	20.68%
2017	207,029	276,256	(69,227)	1,081,090	25.55%
2018	240,572	240,572	-	1,146,675	20.98%

**Notes to Schedule:**

**Summary of Actuarial Methods and Assumptions Used in the Calculation of the 2018 Contribution Rate\***

***Valuation Date:***

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

**Methods and Assumptions Used to Determine 2018 Contribution Rates:**

Actuarial Cost Method:	Aggregate entry age = normal
Amortization Method:	Level percentage of payroll, closed
Remaining Amortization Period:	26-year closed period
Asset Valuation Method:	5-year smoothed market; 20% corridor
Wage Growth:	3.50%
Price Inflation:	2.75%, approximate; No explicit price inflation assumption is used in this valuation.
Salary Increases:	3.75% to 14.50%, including inflation
Investment Rate of Return:	7.50%
Retirement Age:	Experience-based table of rates that are specific to the type of eligibility condition; last updated for the 2014 valuation pursuant to an experience study of the period 2011 to 2013.

**EFFINGHAM COUNTY, ILLINOIS**

**ILLINOIS MUNICIPAL RETIREMENT FUND –  
SHERIFF’S LAW ENFORCEMENT PERSONNEL  
SCHEDULE OF EMPLOYER CONTRIBUTIONS (CONTINUED)  
(UNAUDITED)**

**For the year ended November 30, 2019**

**Methods and Assumptions Used to Determine 2018 Contribution Rates (continued):**

Mortality: For non-disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2014 (base year 2012). The IMRF specific rates were developed from the RP-2014 Blue Collar Health Annuitant Mortality Table with adjustments to match current IMRF experience. For disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2014 (base year 2012). The IMRF specific rates were developed from the RP-2014 Disabled Retirees Mortality Table applying the same adjustment that were applied for non-disabled lives. For active members, an IMRF specific mortality table was used with fully generational projection scale MP-2014 (base year 2012). The IMRF specific rates were developed from the RP-2014 Employee Mortality Table with adjustments to match current IMRF experience.

***Other Information:***

There were no benefit changes during the year.

\*Based on Valuation Assumptions used in the December 31, 2016, actuarial valuation; note two year lag between valuation and rate setting.

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

**EFFINGHAM COUNTY, ILLINOIS**

**ILLINOIS MUNICIPAL RETIREMENT FUND – ELECTED COUNTY OFFICIALS  
SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS  
(UNAUDITED)**

**For the year ended November 30, 2019**

Calendar year ending December 31,	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
<b>Total Pension Liability</b>					
Service cost	\$ 14,568	\$ 17,509	\$ 18,049	\$ 17,635	\$ 15,879
Interest on the total pension liability	262,173	261,456	261,354	231,665	221,757
Differences between expected and actual experience of the total pension liability	359,044	58,529	(33,173)	415,854	34,740
Changes of assumptions	83,054	(25,174)	(70,052)	9,837	120,627
Benefit payments, including refunds of employee contributions	<u>(317,455)</u>	<u>(285,135)</u>	<u>(274,562)</u>	<u>(234,103)</u>	<u>(225,020)</u>
<b>Net change in total pension liability</b>	401,384	27,185	(98,384)	440,888	167,983
<b>Total pension liability - beginning</b>	<u>3,647,080</u>	<u>3,619,895</u>	<u>3,718,279</u>	<u>3,277,391</u>	<u>3,109,408</u>
<b>Total pension liability - ending (A)</b>	<u>4,048,464</u>	<u>3,647,080</u>	<u>3,619,895</u>	<u>3,718,279</u>	<u>3,277,391</u>
<b>Plan Fiduciary Net Position</b>					
Contributions - employer	94,847	172,292	139,635	158,521	107,111
Contributions - employees	3,018	5,104	5,014	6,705	4,834
Net investment income	(174,613)	427,340	155,619	10,508	125,456
Benefit payments, including refunds of employee contributions	(317,455)	(285,135)	(274,562)	(234,103)	(225,020)
Other (net transfer)	<u>200,163</u>	<u>(52,293)</u>	<u>19,447</u>	<u>166,373</u>	<u>10,373</u>
<b>Net change in plan fiduciary net position</b>	(194,040)	267,308	45,153	108,004	22,754
<b>Plan fiduciary net position - beginning</b>	<u>2,556,418</u>	<u>2,289,110</u>	<u>2,243,957</u>	<u>2,135,953</u>	<u>2,113,199</u>
<b>Plan fiduciary net position - ending (B)</b>	<u>2,362,378</u>	<u>2,556,418</u>	<u>2,289,110</u>	<u>2,243,957</u>	<u>2,135,953</u>
<b>Net pension liability - ending (A) - (B)</b>	<u>\$ 1,686,086</u>	<u>\$ 1,090,662</u>	<u>\$ 1,330,785</u>	<u>\$ 1,474,322</u>	<u>\$ 1,141,438</u>
<b>Plan Fiduciary Net Position as a Percentage of the Total Pension Liability</b>	58.35%	70.09%	63.24%	60.35%	65.17%
<b>Covered Valuation Payroll</b>	\$ 40,242	\$ 68,056	\$ 66,856	\$ 65,656	\$ 64,455
<b>Net Pension Liability as a Percentage of Covered Valuation Payroll</b>	4189.87%	1602.59%	1990.52%	2245.53%	1770.91%

\*This accounting schedule has been provided by IMRF's actuary. Any changes that may have occurred during the audit of IMRF's Elected County Officials' plan were not generated by IMRF. If IMRF had generated the results, those results may have differed from the above information.

**EFFINGHAM COUNTY, ILLINOIS**

**ILLINOIS MUNICIPAL RETIREMENT FUND – ELECTED COUNTY OFFICIALS  
SCHEDULE OF EMPLOYER CONTRIBUTIONS  
(UNAUDITED)**

**For the year ended November 30, 2019**

<b>Year Ended December 31,</b>	<b>Actuarially Determined Contribution</b>	<b>Actual Contribution</b>	<b>Contribution Deficiency (Excess)</b>	<b>Covered Valuation Payroll</b>	<b>Actual Contribution as a Percentage of Covered Valuation Payroll</b>
2014	\$ 139,506	\$ 107,111	\$ 32,395	\$ 64,455	166.18%
2015	155,611	158,521	(2,910)	65,656	241.44%
2016	139,635	139,635	-	66,856	208.86%
2017	172,291	172,292	(1)	68,056	253.16%
2018	94,846	94,847	(1)	40,242	235.69%

**Notes to Schedule:**

**Summary of Actuarial Methods and Assumptions Used in the Calculation of the 2018 Contribution Rate\***

***Valuation Date:***

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

**Methods and Assumptions Used to Determine 2018 Contribution Rates:**

Actuarial Cost Method:	Aggregate entry age = normal
Amortization Method:	Level percentage of payroll, closed
Remaining Amortization Period:	26-year closed period
Asset Valuation Method:	5-year smoothed market; 20% corridor
Wage Growth:	3.50%
Price Inflation:	2.75%, approximate; No explicit price inflation assumption is used in this valuation.
Salary Increases:	3.75% to 14.50%, including inflation
Investment Rate of Return:	7.50%
Retirement Age:	Experience-based table of rates that are specific to the type of eligibility condition; last updated for the 2014 valuation pursuant to an experience study of the period 2011 to 2013.

**EFFINGHAM COUNTY, ILLINOIS**

**ILLINOIS MUNICIPAL RETIREMENT FUND – ELECTED COUNTY OFFICIALS  
SCHEDULE OF EMPLOYER CONTRIBUTIONS (CONTINUED)  
(UNAUDITED)**

**For the year ended November 30, 2019**

**Methods and Assumptions Used to Determine 2018 Contribution Rates:**

**Mortality:**

For non-disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2014 (base year 2012). The IMRF specific rates were developed from the RP-2014 Blue Collar Health Annuitant Mortality Table with adjustments to match current IMRF experience. For disabled retirees, an IMRF specific mortality table was used with fully generational projection scale MP-2014 (base year 2012). The IMRF specific rates were developed from the RP-2014 Disabled Retirees Mortality Table applying the same adjustment that were applied for non-disabled lives. For active members, an IMRF specific mortality table was used with fully generational projection scale MP-2014 (base year 2012). The IMRF specific rates were developed from the RP-2014 Employee Mortality Table with adjustments to match current IMRF experience.

***Other Information:***

There were no benefit changes during the year.

\*Based on Valuation Assumptions used in the December 31, 2016, actuarial valuation; note two year lag between valuation and rate setting.

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

**EFFINGHAM COUNTY, ILLINOIS**

**SCHEDULE OF ASSESSED VALUATIONS, TAX RATES,  
EXTENSIONS, AND COLLECTIONS**

	<u>2018</u>		<u>2017</u>		<u>2016</u>	
Assesed valuations	<u>\$ 745,640,572</u>		<u>\$ 713,280,846</u>		<u>\$ 680,629,852</u>	
	<u>Tax Rate</u>	<u>Tax Extension</u>	<u>Tax Rate</u>	<u>Tax Extension</u>	<u>Tax Rate</u>	<u>Tax Extension</u>
General County	.18033	\$ 1,344,614	.17427	\$ 1,243,035	.17572	\$ 1,196,003
IMRF	.13898	1,036,291	.14174	1,011,004	.14267	971,055
County Highway	.05848	436,051	.06113	436,029	.05451	371,011
County Bridge	.01368	102,004	.01431	102,070	.01499	102,026
County Mental Health	.01590	118,557	.01634	116,550	.01705	116,047
Federal Aid Matching	.01972	147,040	.02061	147,007	.01837	125,032
Health Fund	.02549	190,064	.02664	190,018	.02792	190,032
Insurance	.05566	415,024	.04767	340,021	.04724	321,530
Social Security	.06283	468,485	.06408	457,070	.06522	443,907
Extension Education	.01261	94,025	.01318	94,010	.01382	94,063
Veterans Assistance	.00671	50,032	.00701	50,001	.00735	50,026
Mentally Deficient						
Persons	.01590	118,557	.01634	116,550	.01705	116,047
Medicare	.01416	105,583	.01445	103,069	.01470	100,053
	<u>.62045</u>	<u>\$ 4,626,327</u>	<u>.61777</u>	<u>\$ 4,406,434</u>	<u>.61661</u>	<u>\$ 4,196,832</u>
Distributions through						
November 30, 2019		<u>\$ 4,430,985</u>		<u>\$ 4,385,896</u>		<u>\$ 4,177,631</u>

**EFFINGHAM COUNTY, ILLINOIS**  
**COMPUTATION OF LEGAL DEBT MARGIN**  
**(UNAUDITED)**  
**November 30, 2019**

Assessed valuation, 2018 levy	<u>\$745,640,572</u>
Statutory debt limitation, 2.875% of assessed valuation	\$ 21,437,166
Total debt	-
Total debt exempt from statutory debt limitation	<u>-</u>
Legal debt margin	<u>\$ 21,437,166</u>

**EFFINGHAM COUNTY, ILLINOIS**

**CEFS - SECTION 5311 ANNUAL FINANCIAL REPORT  
RURAL TRANSPORTATION  
OPERATING PERIOD JULY 1, 2018 TO JUNE 30, 2019  
CONTRACT NUMBER 4686 (UNAUDITED)**

<u>Line Item</u>	<u>Revenue</u>	
401	Passenger Fares/Donations	\$ 16,136
409	Local Cash Grants	83,653
411	State Cash Grants and Reimbursement	<u>360,844</u>
	Total Revenue	<u>\$ 460,633</u>
	Section 5311 Operating Revenue	<u>\$ 16,136</u>

<u>Expenses</u>		Actual	Actual	
		Administrative	Operating	Total
		Expenses	Expenses	
501	Labor	\$ 24,816	\$ 266,731	\$ 291,547
502	Fringe Benefits	6,126	70,496	76,622
503	Services	4,546	6,515	11,061
504.01	Fuel and Lubricants	-	54,142	54,142
504.02	Tires and Tubes	-	2,217	2,217
504.99	Other Materials	6,483	12,909	19,392
505	Utilities	12,918	-	12,918
506	Casualty and Liability	16,934	-	16,934
509	Miscellaneous	6,372	5,229	11,601
512	Lease and Rentals	7,346	-	7,346
	Other: Indirect Costs	3,682	34,329	38,011
	Total Expenses	<u>\$ 89,223</u>	<u>\$ 452,568</u>	<u>\$ 541,791</u>

<u>Section 5311 Grant Reimbursement</u>	Administrative	Operating	Total	Grant
	Expenses	Expenses		Total
Eligible Expenses	\$ 89,223	\$ 452,568	\$ 541,791	
Less: Section 5311 Operating Revenue	-	16,136	16,136	
Section 5311 Deficit	\$ 89,223	\$ 436,432	\$ 525,655	
Section 5311 Reimbursement	X 80%	X 50%		
Eligible Reimbursement Per Percentages	\$ 71,378	\$ 226,284		\$ 297,662
Funding Limits Per Contract				94,512
Maximum Section 5311 Reimbursement			94,512	94,512
Less: IDOT Payments - Section 5311 Reimbursements				94,512
Amount Under Paid				<u>\$ -</u>
Grantee Local Match Requirement			<u>\$ 431,143</u>	

<u>Grantee Match Sources</u>		
Downstate Operating Grant		\$ 360,844
Local Contracts		83,653
Total Grantee Match Sources		<u>\$ 444,497</u>

<u>Local Transit Funds Retained (Public Transit Acct)</u>		
Beginning carry forward balance		\$ 83,621
FY local transit amounts received		83,653
FY local transit amounts received (carryover)		26,692
Less expended for capital and operating		70,298
Ending carry forward balance		<u>\$ 123,668</u>

**FEDERAL FINANCIAL COMPLIANCE SECTION**



501 East Evergreen Avenue  
P.O. Box 1308  
Effingham, Illinois 62401

(217) 347-5181  
www.westcpa.com

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

**INDEPENDENT AUDITORS' REPORT**

Chairman and Members of the County Board  
Effingham County, Illinois

We have audited, 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, the modified cash basis financial statements of the governmental activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Effingham County, Illinois as of and for the year ended November 30, 2019, and the related notes to the financial statements, which collectively comprise Effingham County, Illinois' basic financial statements, and have issued our report thereon September 18, 2020. The financial statements of the Effingham County Emergency Telephone System Board, a component unit of Effingham County, were not audited in accordance with *Government Auditing Standards*.

**Internal Control over Financial Reporting**

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

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

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that have not been identified. We did identify one deficiency in internal control, described in the accompanying Schedule of Findings and Questioned Costs as items 2019-001 that we consider to be a material weakness.

### **Compliance and Other Matters**

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

We noted certain matters that we have reported to management of Effingham County, Illinois in a separate letter dated September 18, 2020.

### **Effingham County, Illinois' Responses to Finding**

Effingham County Illinois' response to the finding identified in our audit is described in the accompanying schedule of findings and questioned costs. The County's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

### **Purpose of this Report**

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

*West & Company, LLC*

Effingham, Illinois  
September 18, 2020



501 East Evergreen Avenue  
P.O. Box 1308  
Effingham, Illinois 62401

(217) 347-5181  
www.westcpa.com

REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM  
AND REPORT ON INTERNAL CONTROL OVER COMPLIANCE  
IN ACCORDANCE WITH THE UNIFORM GUIDANCE

**INDEPENDENT AUDITORS' REPORT**

Chairman and Members of the County Board  
Effingham County, Illinois

**Report on Compliance for Each Major Federal Program**

We have audited Effingham County, Illinois' compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the County's major federal programs for the year ended November 30, 2019. Effingham County, Illinois' major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

***Management's Responsibility***

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

***Auditors' Responsibility***

Our responsibility is to express an opinion on compliance for each of Effingham County, Illinois' major federal programs based on our audit of the types of compliance requirements referred to above. 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 the audit requirements of Title 2 U.S. Code of Federal Regulation (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance 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 Effingham County, Illinois' compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of Effingham County, Illinois' compliance.

### ***Opinion on Each Major Federal Program***

In our opinion, Effingham County, Illinois, complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended November 30, 2019.

### **Report on Internal Control over Compliance**

Management of Effingham County is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered Effingham County's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of Effingham County's internal control over compliance.

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

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that were not identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

*West & Company, LLC*

Effingham, Illinois  
September 18, 2020

**EFFINGHAM COUNTY, ILLINOIS**

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**

**For the year ended November 30, 2019**

Federal Grantor / Pass-through Grantor / Program Title or Cluster	Federal CFDA Number	Pass-through Grantor's Number	Federal Expenditures		Subrecipient Expenditures
			Amount	Total	
<b>U.S. Department of Agriculture</b>					
<i>Passed through Illinois Department of Human Services:</i>					
(m) Supplemental Nutrition Program for Women, Infants, and Children (WIC) - Administration	10.557	FCSYQ00853	\$ 49,361		\$ -
(m) Supplemental Nutrition Program for Women, Infants, and Children (WIC) - Administration	10.557	FCSYQ01887		6,758	-
(m) Supplemental Nutrition Program for Women, Infants, and Children (WIC) - Administration	10.557	FCSXQ00853		53,646	-
(m) Supplemental Nutrition Program for Women, Infants, and Children (WIC) - Administration	10.557	FCSXQ01887		8,144	-
(m) Supplemental Nutrition Program for Women, Infants, and Children (WIC)	10.557	Non-cash		217,489	-
				<b>335,398</b>	<b>-</b>
<b>Total U.S. Department of Agriculture</b>					
<b>U.S. Department of Justice</b>					
<i>Passed through the Illinois Department of Human Services:</i>					
Bulletproof Vest Partnership Program	16.607	N/A		1,985	-

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

**EFFINGHAM COUNTY, ILLINOIS**

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**

**For the year ended November 30, 2019**

Federal Grantor / Pass-through Grantor / Program Title or Cluster	Federal CFDA Number	Pass-through Grantor's Number	Federal Expenditures		Subrecipient Expenditures
			Amount	Total	
<b>U.S. Department of Justice (continued)</b>					
<i>Passed through the Illinois Criminal Justice Information Authority:</i>					
Asset Forfeiture Program	16.922	N/A		3,880	-
<b>Total U.S. Department of Justice</b>				<b>5,865</b>	<b>-</b>
<b>U.S. Department of Transportation</b>					
<i>Passed through Illinois Department of Transportation:</i>					
FY19 Non-Metro Area Transportation Operating, Capital, and Administrative Assistance	20.509	19-0338-10465		94,512	90,950
Consolidated Vehicle Procurement Grant	20.513	CAP-18-1099-CVP		92,655	-
(m) Airport Obstruction Removal	20.106	IH2-4371	28,537		-
(m) Airport Master Plan	20.106	IH2-4525	79,824		-
(m) Airport Apron Expansion	20.106	IH2-4559	543,628		
Total CFDA #20.106				651,989	

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

**EFFINGHAM COUNTY, ILLINOIS**

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**

**For the year ended November 30, 2019**

Federal Grantor / Pass-through Grantor / Program Title or Cluster	Federal CFDA Number	Pass-through Grantor's Number	Federal Expenditures		Subrecipient Expenditures
			Amount	Total	
<b>U.S. Department of Transportation (continued)</b>					
<i>Passed through Illinois Department of Transportation (continued):</i>					
Highway Safety Cluster:					
Injury Prevention	20.616	OP-19-0161, 19-05	11,082		-
Total Highway Safety Cluster				11,082	
<b>Total U.S. Department of Transportation</b>				<b>850,238</b>	<b>90,950</b>
<b>U.S. Department of Health and Human Services</b>					
<i>Passed through Illinois Department of Public Health:</i>					
FY19 Public Health Emergency Preparedness	93.074	97180025G	25,043		-
FY20 Public Health Emergency Preparedness	93.074	87180025H	21,527		-
Total CFDA # 93.074				46,570	
<i>Passed through Illinois Department of Healthcare and Family Services:</i>					
Child Support Enforcement	93.563	unknown		2,757	-

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

**EFFINGHAM COUNTY, ILLINOIS**

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**

**For the year ended November 30, 2019**

Federal Grantor / Pass-through Grantor / Program Title or Cluster	Federal CFDA Number	Pass-through Grantor's Number	Federal Expenditures		Subrecipient Expenditures
			Amount	Total	
<b>U.S. Department of Health and Human Services (continued)</b>					
<i>Passed through Illinois Department of Human Services:</i>					
FY19 Donated Funds Initiative Program	93.667	FCSXJ04005	14,326		14,326
FY20 Donated Funds Initiative Program	93.667	FCSYJ04005	8,293		8,293
FY19 High Risk Infant Follow-Up/Healthworks	93.667	FCSXU05044	1,942		-
FY20 High Risk Infant Follow-Up/Healthworks	93.667	FCSYU05044	8,640		-
Total CFDA # 93.667				33,201	
<b>Total U.S. Department of Health &amp; Human Services</b>				<b>82,528</b>	<b>22,619</b>
<b>U.S. Department of Homeland Security</b>					
<i>Passed through Illinois Emergency Management Agency:</i>					
2018 Emergency Management Performance	97.042	18EMAEFFIN	2,796		-
2019 Emergency Management Performance Reallotment	97.042	19EMAEFFIN	24,035		-
Subtotal CFDA # 97.042				26,831	
<b>Total U.S. Department of Homeland Security</b>				<b>26,831</b>	<b>-</b>

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

**EFFINGHAM COUNTY, ILLINOIS**

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**

**For the year ended November 30, 2019**

Federal Grantor / Pass-through Grantor / Program Title or Cluster	Federal	Pass-through	Federal Expenditures		Subrecipient
	CFDA Number	Grantor's Number	Amount	Total	Expenditures
<b>U.S. Environmental Protection Agency</b>					
<i>Passed through Illinois Department of Public Health:</i>					
Non-Community Public Water	66.605	95380126G	125		-
Non-Community Public Water	66.605	98542814	<u>63</u>		-
Subtotal				<u>188</u>	
<b>Total U.S. Environmental Protection Agency</b>				<u><b>188</b></u>	<u>-</u>
<b>Total expenditures of federal awards</b>				<u><b>\$ 1,301,048</b></u>	<u><b>\$ 113,569</b></u>

(m) - major program

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

**EFFINGHAM COUNTY, ILLINOIS**

**NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
For the year ended November 30, 2019**

**1. GENERAL**

The accompanying Schedule of Expenditures of Federal Awards presents the activity of all federal award programs of Effingham County for the year ended November 30, 2019. All federal awards received directly from federal agencies as well as federal awards passed through other government agencies are included on the schedule.

**2. BASIS OF ACCOUNTING**

The accompanying schedule of expenditures of federal awards is a summary of the activity of the County's federal award programs presented on the modified cash basis of accounting which is a comprehensive basis of accounting other than generally accepted accounting principles.

**3. INDIRECT COST**

Effingham County used the 10% de minimus indirect cost rate discussed in section 200.414 of the Uniform Guidance for the fiscal year ending November 30, 2019.

**4. NON-CASH ASSISTANCE**

Supplemental Nutrition Program For Women, Infants, And Children

Nonmonetary assistance is reported in the Schedule of Expenditures of Federal Awards at the redemption value as determined by the Illinois Department of Human Services. The redemption value of the assistance was \$217,489 for the period October 1, 2018 through September 30, 2019, which is the latest information available.

Consolidated Vehicle Procurement Grant

Nonmonetary assistance was received in the form of one federally funded vehicle provided by the Consolidated Vehicle Procurement Grant for the year ended November 30, 2019. It was valued at \$92,655.

**5. FEDERAL LOANS**

Effingham County had no federal loans or loan guarantees outstanding at year end.

**EFFINGHAM COUNTY, ILLINOIS**

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)  
For the year ended November 30, 2019**

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

***Financial Statements***

Type of auditor's report issued: UNMODIFIED

Internal control over financial reporting:

Are any material weaknesses identified?	<u>  X  </u> Yes	<u>      </u> No
Are any significant deficiencies identified?	<u>      </u> Yes	<u>  X  </u> None Reported
Is any noncompliance material to financial statements noted?	<u>      </u> Yes	<u>  X  </u> No

***Federal Awards***

Type of auditor's report issued on compliance for major federal programs: UNMODIFIED

Internal control over major federal programs:

Are any material weaknesses identified?	<u>      </u> Yes	<u>  X  </u> No
Are any significant deficiencies identified?	<u>      </u> Yes	<u>  X  </u> None Reported
Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)?	<u>      </u> Yes	<u>  X  </u> No
Identification of major federal programs:		
Name of Federal Program or Cluster	CFDA Number(s)	
Supplemental Nutrition Program for Women, Infants, and Children – Administration	CFDA # 10.557	
Supplemental Nutrition Program for Women, Infants, and Children	CFDA # 10.557	
Airport Obstruction Removal	CFDA # 20.106	
Airport Master Plan	CFDA # 20.106	
Airport Apron Expansion	CFDA # 20.106	

Dollar threshold used to distinguish between Type A and Type B programs:	\$ <u>  750,000  </u>
Auditee qualified as a low-risk auditee?	<u>      </u> Yes <u>  X  </u> No

EFFINGHAM COUNTY, ILLINOIS

SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)  
For the year ended November 30, 2019

**Section II: Financial Statement Findings**

**Finding No. 2019-001 - Controls Over Financial Statement Preparation**

**Criteria:**

Effingham County is required to maintain a system of controls over the preparation of financial statements in accordance with the modified cash basis. County internal controls over financial reporting should include adequately trained personnel with the knowledge, skills, and expertise to prepare and/or thoroughly review the modified cash basis financial statements to ensure that they are free of material misstatements and include all disclosures as required by the Governmental Accounting Standards Board.

GASB Statement No. 34, *Basic Financial Statements – Management’s Discussion and Analysis – for State and Local Governments* (Statement), requires governments to present government-wide and fund financial statements as well as a summary reconciliation of the (a) total governmental fund balances to the net position of governmental activities in the Statement of Net Position, and (b) total change in governmental fund balances to the change in the net position of governmental activities in the Statement of Activities. In addition, the Statement requires information about the government’s major and nonmajor funds in the aggregate, to be provided in the fund financial statements.

**Condition and Context:**

Effingham County lacks sufficient internal controls over the financial reporting process. While the County maintains controls over the processing of most accounting transactions, there are not sufficient controls over the preparation of the modified-cash basis financial statements for management or employees in the normal course of performing their assigned functions to prevent or detect financial statement misstatements and disclosure omissions in a timely manner.

**Cause:**

The additional expense to hire and/or train accounting personnel to prepare and/or review financial statements would take away from the funds available to provide services for County residents.

**Effect or Potential Effect:**

Management or employees in the normal course of performing their assigned functions may not prevent or detect financial statement misstatements and disclosure omissions in a timely manner.

**EFFINGHAM COUNTY, ILLINOIS**

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)  
For the year ended November 30, 2019**

**Section II: Financial Statement Findings**

**Finding No. 2019-001 - Controls Over Financial Statement Preparation (continued)**

**Recommendation:**

As part of its internal control over the preparation of its financial statements, including disclosures, Effingham County should implement a comprehensive preparation and/or review procedure to ensure that the financial statements, including disclosures, are complete and accurate. Such procedures should be performed by a properly trained individual(s) possessing a thorough understanding of the modified cash basis of accounting, GASB pronouncements, and knowledge of the Effingham County's activities and operations.

**Responsible Official's Response:**

Management is aware of and agrees with the deficiency, but has decided to not correct the issue. See the corrective action plan.

**EFFINGHAM COUNTY, ILLINOIS**

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)**

**For the year ended November 30, 2019**

**Section III: Federal Awards Findings**

None

**EFFINGHAM COUNTY, ILLINOIS**

**CORRECTIVE ACTION PLAN FOR CURRENT YEAR AUDIT FINDINGS  
For the year ended November 30, 2019**

**Finding No. 2019-001 - Controls Over Financial Statement Preparation**

**Condition:**

Effingham County lacks sufficient internal controls over the financial reporting process. While the County maintains controls over the processing of most accounting transactions, there are not sufficient controls over the preparation of the modified-cash basis financial statements for management or employees in the normal course of performing their assigned functions to prevent or detect financial statement misstatements and disclosure omissions in a timely manner.

**Plan:**

The County accepts the degree of risk associated with this condition because the additional expense to hire and/or train accounting personnel to prepare and/or review financial statements would take away from the funds available to provide services for County residents. The County will continue to review, approve, and accept responsibility for the audit adjustments, financial statements and related notes provided by the auditors.

**Anticipated Date of Completion:**

N/A

**Name of Contact Person:**

Jim Niemann, County Board President

**EFFINGHAM COUNTY, ILLINOIS**

**SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS  
For the year ended November 30, 2019**

Audit Finding Reference: 2018-001 Controls Over Financial Statement Preparation

Status of Prior Finding: Repeated, Effingham County does not plan to correct the deficiency at this time.

Audit Finding Reference: 2018-002 Controls Over Agency Funds

Status of Prior Finding: Not repeated, Effingham County has completed the corrective action during the fiscal year.

Audit Finding Reference: 2018-003 Controls Over Cash Receipts

Status of Prior Finding: Not repeated, Effingham County has completed the corrective action during the fiscal year.

**ILLINOIS GRANT ACCOUNTABILITY AND TRANSPARENCY**

**EFFINGHAM COUNTY, ILLINOIS**

**CONSOLIDATED YEAR-END FINANCIAL REPORT  
For the year ended November 30, 2019**

CSFA#	Program Name	State	Federal	Other	Total
418-00-1334	Health Care Networks	\$ 151,119	\$ -	\$ 8,159	\$ 159,278
	Supplemental Nutrition Program for Women, Infants, and Children -				
444-80-0668	WIC Program	-	103,007	3,500	106,507
	Supplemental Nutrition Program for Women, Infants, and Children -				
444-80-0670	Breastfeeding Peer Counselor Program	-	14,901	42	14,943
444-80-1216	Title XX DFI Senior Services	-	22,619	-	22,619
	Bureau of Maternal and Child				
444-80-1674	Health - Family Case Management	46,941	-	14,170	61,111
	Bureau of Maternal and Child Health - High Risk Infant Follow-				
444-80-1675	Up/Healthworks	27,190	10,582	10,146	47,918
478-00-0251	Child Support Enforcement	1,420	2,757	-	4,177
	Public Health Emergency				
482-00-0263	Preparedness	-	46,570	5,156	51,726
482-00-0901	Local Health Protection Grant	94,739	-	13,787	108,526
482-00-0902	Tanning Program	600	-	331	931
	Body Art Establishment Inspection				
482-00-0903	Grant Program	1,625	-	-	1,625
482-00-0904	Vector Surveillance and Control	12,267	-	-	12,267
482-00-1034	Safe Drinking Water	-	188	-	188
	Lead Poisoning Prevention and				
482-00-1583	Response	4,938	-	-	4,938
493-60-1652	NG9-1-1 Expenses Grant Program	66,884	-	-	66,884
	Assistance to Needy Units of				
494-00-0961	Governments - Township/Road	69,600	-	-	69,600
494-00-0965	Township Bridge Program	13,062	-	-	13,062
494-00-1005	Local Federal Bridge Program	-	-	40,507	40,507
494-00-1488	Motor Fuel Tax Program	1,883,154	-	-	1,883,154
	State and Community Highway				
494-10-0343	Safety/National Priority Safety	-	11,082	862	11,944
494-42-0495	Local Surface Transportation Program	-	-	16,705	16,705
494-60-0327	Airport Improvement Program	36,222	651,990	69,261	757,473
	Transit 5311 Formula Grants for Rural				
494-80-0338	Areas	-	94,512	-	94,512
	Transit Downstate Operating				
494-80-1141	Assistance Program	528,332	-	-	528,332
546-00-1687	Adult Redeploy Illinois (ARI) SFY19	241,071	-	-	241,071
546-00-2115	Adult Redeploy Illinois (ARI)	190,731	-	-	190,731
586-18-0520	Early Childhood Block Grant	717,076	-	18,063	735,139
	Emergency Management Performance				
588-40-0450	Grants	-	24,035	24,232	48,267
	Other grant programs and activities	-	316,009	178,905	494,914
	All other costs not allocated	-	-	13,660,386	13,660,386
Totals:		\$4,086,971	\$1,298,252	\$14,064,212	\$19,449,435